

2005 COUNTY OF BEAVER, PENNSYLVANIA

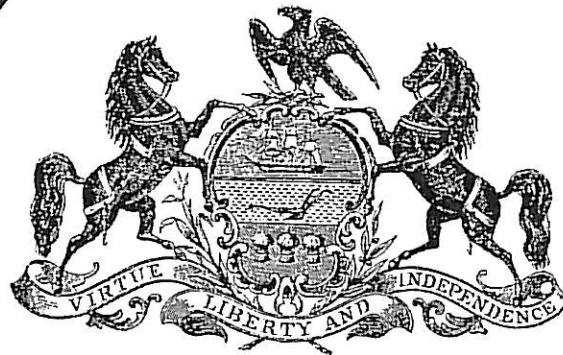
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**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

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FOR THE FISCAL YEAR ENDED  
DECEMBER 31, 2005

*Beaver County*



*Office of Controller*

**PREPARED BY RICHARD W. TOWCIMAK, CONTROLLER**

Web Site: <http://co.beaver.pa.us>



**County of Beaver, Pennsylvania**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**For the Fiscal Year Ended December 31, 2005**

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RICHARD W. TOWCIMAK  
CONTROLLER



VINCENT LaVALLE  
DEPUTY CONTROLLER

ROBERT LEWIS, JR.  
SOLICITOR

BEAVER COUNTY COURTHOUSE  
THIRD STREET – BEAVER, PENNSYLVANIA 15009-2196  
TELEPHONE: Area Code 724-728-5700

June 23, 2006

## TO THE CITIZENS OF BEAVER COUNTY

I am pleased to present the Comprehensive Annual Financial Report ("CAFR") for Beaver County ("the County") for the 2005 fiscal year.

The CAFR consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance, that the financial statements are free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The CAFR consists of three major parts: the Introductory Section, the Financial Section, and the Statistical Section. The Introductory Section includes this transmittal letter which emphasizes significant management and financial details, the Certificate of Achievement for Financial Reporting awarded by the Government Finance Officers Association for the 2004 CAFR, an organizational chart, and a listing of principal officials and department managers. The Financial Section includes, under Governmental Accounting Standards Board Statement No. 34, as amended, the report of our independent auditors, Management's Discussion and Analysis (MD&A), the basic financial statements, required supplementary information, and the combining and individual fund financial schedules. The Statistical Section contains information of a historical nature relating to the County's finances, demographics, and other miscellaneous statistics.

The County's financial statements have been audited by Case, Sabatini & Company, a firm of certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2005, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement, assessing the accounting principles used and significant estimates made by management, evaluating the overall financial statement estimates made by management, and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended December 31, 2005, are fairly presented in conformity with GAAP.

The independent audit of the financial statements of the County was part of a broader federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and legal requirements involving the administration of federal awards. These reports are available in the County's separately issued Single Audit Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of MD&A. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

### ***PROFILE OF BEAVER COUNTY***

The County was formulated on March 12, 1800, from parts of Washington and Allegheny counties. It is 435 square miles and chartered as a fourth class county under the County Code as passed by the General Assembly of the Commonwealth of Pennsylvania. The current population of the County is approximately 178,000. Beaver County is comprised of thirty boroughs, five first class townships, seventeen second class townships, and two third class cities. Rich in resources, its location along the Ohio and Beaver rivers gave Beaver County the ability to develop economically as one of the major industrial sites worldwide with steel being its major product. Beaver County rapidly developed as one of the major headquarters for manufacturing in the United States. After the decline of the steel industry in the early 1980's, the County redirected its efforts to develop its riverfronts for recreational as well as manufacturing uses. Its close proximity to the Greater Pittsburgh International Airport enables the County to market itself as a center for manufacturing and service industries. Beaver County also has educational opportunities for residents with the Community College of Beaver County, Geneva College, and Penn State University Beaver Campus. The County also has medical facilities available to its residents with The Medical Center, Beaver, and Aliquippa Community Hospital.

## ***PROFILE OF BEAVER COUNTY – (Continued)***

Beaver County's government structure consists of a three-member Board of Commissioners that performs all legislative and executive functions. The Controller is elected as the chief financial officer of the County and is responsible for many administrative functions. The Treasurer is elected to collect taxes and invest County funds. The Court of Common Pleas is the judicial arm of county government. There are seven judges that preside over the Court of Common Pleas. Other court related Row Officers are the District Attorney, Clerk of Courts, Coroner, Prothonotary, Sheriff, Register of Wills and Clerk of the Orphans Court, Recorder of Deeds, and Jury Commissioner.

All elected officials serve four-year terms with the exception of the Judges who are elected to ten year terms and are subject to a retention vote after their ten year term expires.

The County provides a full range of services to its citizens, ranging from health to law enforcement and from the construction and maintenance of infrastructure to recreational activities and cultural events. The County also provides funding and aid to the management of the Beaver County Transit Authority and the Community College of Beaver County, legally separate entities which have been included as an integral part of the County's financial statements. Additional information on these entities can be found in Note A to the financial statements.

Under the provisions of the Fourth Class County Code, the Controller is responsible for maintaining the financial reporting system, for the auditing and payroll of all County bills, and for the payroll function. The Controller is the supervisor of the budget and sits on many boards in an administrative capacity. As supervisor of the County budget, the Controller is responsible for monitoring the departmental line items on a daily basis as well as preparing a preliminary budget for the Board of Commissioners' approval. The budget process begins in late summer with each department receiving a budget request form to formally request operating allocations for the next fiscal year. Each department is required to submit the completed budget forms in order for the Controller to prepare a preliminary budget for presentation. The Board of Commissioners reviews this preliminary budget with each department manager in open meetings that may be attended by the public. Once a final budget is prepared, it is publicly displayed for twenty days prior to final adoption by the Board of Commissioners. The date for final action on the budget adoption must be made a matter of public notice for at least ten days prior to the Commissioners' approval at a public meeting.

## ***FACTORS AFFECTING FINANCIAL CONDITON***

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates. Jobs have been lost within the manufacturing and airline industries.

## ***FACTORS AFFECTING FINANCIAL CONDITION – (Continued)***

Through efforts of the various economic stimulus programs within the County, we have seen growth within the retail industry. Shopping plazas have been expanded to include theatres, restaurants, and retail outlets. There are still efforts to maintain jobs within the airline industry by working with coalitions of officials in other counties that have organized efforts to entice new airlines to inhabit the Greater Pittsburgh International Airport. Also, efforts have been made to continue to lobby for maintenance facilities to continue to operate and expand relating to USAirways.

## ***LOCAL ECONOMY***

Through the efforts of the Corporation of Economic Development (CED), which is partially funded by the County, projects have been completed that enhance the Beaver County economy. Efforts have been made to encourage diversified job creation and private investment. A summary of those activities and involved companies include those which are listed below.

The CED assists many qualifying businesses for loans to improve, expand, or develop their operation that results in economic strength for Beaver County. Through vehicles such as the Business Development Fund (BDF), loans are used for fixed asset financing and can be subordinated to private lenders to encourage their participation.

The CED has assisted WHEMCO Steel Castings located in Midland, Beaver County through available financial assistance tools, to strategically combine heat treating and machining capabilities which enabled WHEMCO to increase their market presence in heavy industry throughout the world.

Assistance was provided to Horsehead Corporation, a zinc production facility located in Potter Township. Through Business Development Fund loans, Horsehead was able to purchase and install equipment needed for its on-site power plant. This enabled the use of powder river basin coal for its production of electricity used in the production of zinc. The total project was \$3.4 million.

In Darlington Township, NVR Building Products expanded into a new 54,000 square foot truss manufacturing and wall panel facility. CED awarded \$876,000 from the Commonwealth of PA in support of the expansion loan for this project. This will enable 80 newly created jobs to be housed within the facility.

In West Mayfield Township, a Business Development Fund loan was granted to Standard Steel Specialty in the amount of \$250,000 for equipment. It will enable the enterprise to expand product lines and streamline management systems.

### CERTIFICATE OF ACHIEVEMENT

The Beaver County Controller's Office was awarded the Certificate of Achievement for excellence in financial reporting by the Government Finance Officers Association (GFOA). The award was presented for the 2004 Comprehensive Annual Financial Report. It is given to those governmental units whose annual reports meet the program requirements and it is the highest award in government financial reporting. We are proud to have received such a prestigious award and continue to strive for reporting excellence in order to meet program standards. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

### CONTROLLER'S CLOSING REMARKS

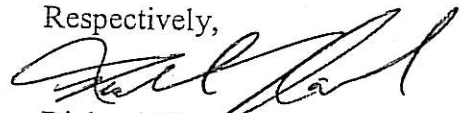
The information that is presented in this report reflects the unified effort of officials and administrators to provide the best possible services to the residents of Beaver County. By exercising prudent business practices and fiscally responsible decision-making, the County is able to offer many programs and extend financial assistance to those individuals that qualify. The administration and management are to accomplish a professional business environment.

The County continues in its efforts to obtain federal funding and funding available through the Commonwealth of Pennsylvania for mandated programs and services.

### ACKNOWLEDGMENTS

The presentation of this report on a timely basis is the result of a cooperative effort of many individuals. I wish to thank my staff and those individuals that assisted in the preparation of this report. This report and additional County information may be reviewed online by visiting our web site at <http://co.beaver.pa.us>.

Respectively,



Richard W. Towcimak  
Beaver County Controller

## *LONG-TERM FINANCIAL PLANNING*

In developing future economic strategies and potential prospects, we must make use of the natural resources that are available in Beaver County. One of the most prominent natural resources that Beaver County enjoys is its rivers. The County encourages and assists financially in the development of its riverfront for recreational, commercial, and residential use. The County also provides assistance through planning, tax incentives, marketing, and promotional activities.

The CED encourages Beaver County communities to develop their areas along the Beaver and Ohio rivers. The establishment of the Riverfront Development Program is entrusted with that mission. The river communities involved in the program are Fallston, New Brighton, Bridgewater, Rochester Borough, Rochester Township, Beaver, Freedom, Greene Township, and Monaca. The communities have formed an advisory committee which selects and prioritizes the projects to be developed by the program.

In an effort to provide proactive, coordinated, and comprehensive assistance to the existing local industry, CED established the Beaver County Industrial Support Network (BCISN) as part of the Commonwealth's Team Pennsylvania program. The BCISN is an organized effort of eighteen (18) public and private groups involved in economic development. The group will provide annual on-site interviews with chief decision makers of local industry to develop a better understanding of Beaver County's industrial base and to attempt to address the needs of local industry.

Another vehicle, established in an effort to ignite economic growth within the County, is the Beaver Initiative for Growth (BIG). BIG is an organization with 100 participants consisting of a variety of public agencies and private sector businesses. The group is committed to supporting long term economic development. This forum is responsible for promoting economic activity through open communications between the business community and government officials on federal, state and local levels. Through communication, business needs are discussed and legislation that may help to assist those needs and concerns is considered.

Combining efforts to accomplish a goal is essential in developing quality economic strategies that are common to more than one county organization. The CED and Beaver County Industrial Development Authority (IDA) are in their ninth year of a joint management services agreement. The IDA has approved over \$400,500,000 in tax-exempt financing during the past year through which PA bond financing was made available.

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Beaver,  
Pennsylvania

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2004

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Carol E. Perry*

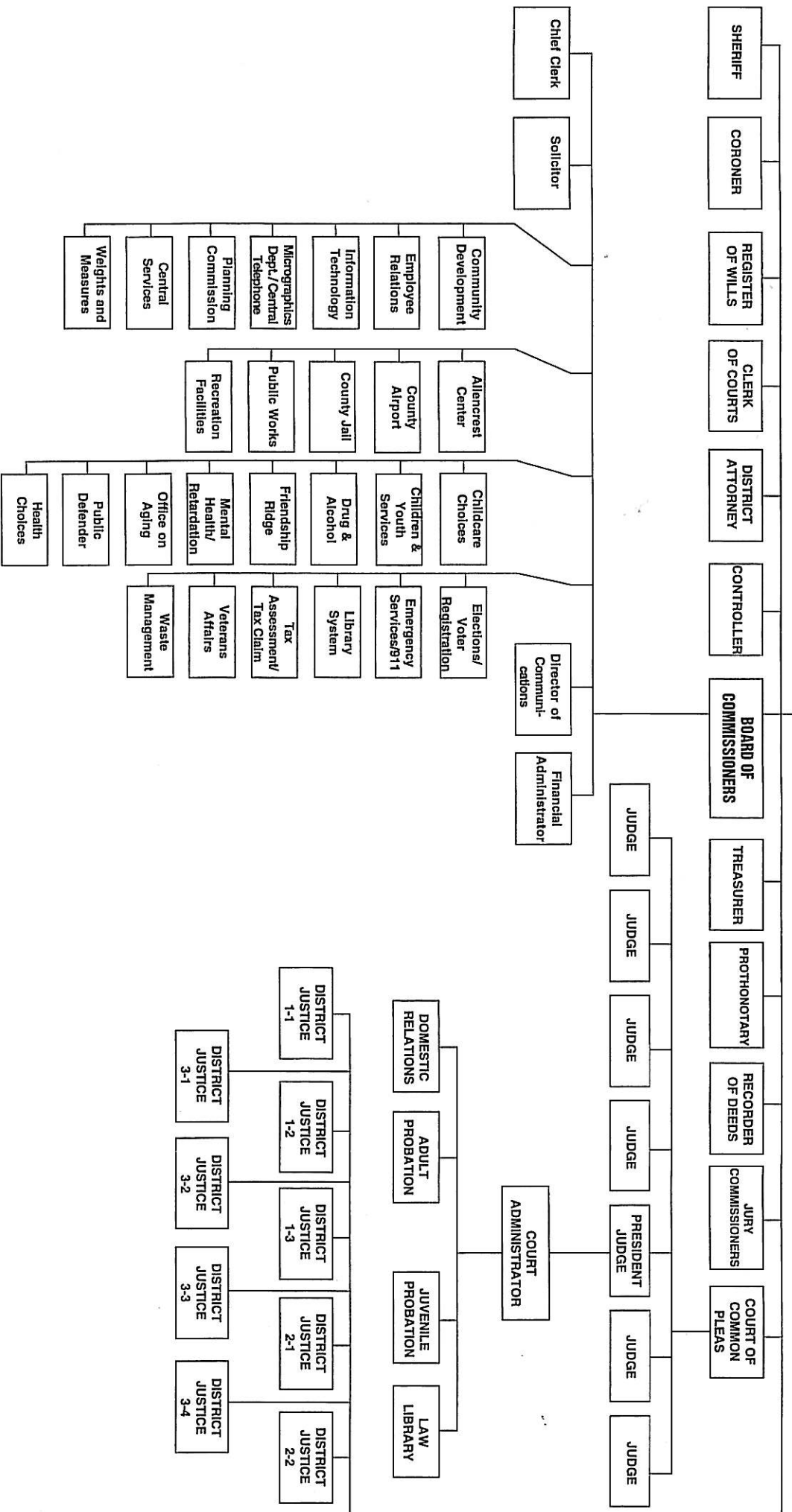
President

*Jeffrey R. Enen*

Executive Director

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# ELECTORATE OF BEAVER COUNTY





**BEAVER COUNTY GOVERNMENT  
ELECTED OFFICIALS**

**BOARD OF COMMISSIONERS:**     **DAN DONATELLA, CHAIRMAN**  
   **JOE SPANIK**  
   **CHARLES A. CAMP**

**CLERK OF COURTS:**             **JUDY R. ENSLEN**

**CONTROLLER:**                 **RICHARD W. TOWCIMAK**

**CORONER:**                      **WAYNE N. TATALOVICH**

**DISTRICT ATTORNEY:**         **DALE FOUSE**

**PROTHONOTARY:**             **NANCY C. WERME**

**RECORDER OF DEEDS:**         **JANICE JESCHKE BEALL**

**REGISTER OF WILLS:**         **CAROL R. FIORUCCI**

**SHERIFF:**                      **FELIX A. DeLUCA, JR.**

**TREASURER:**                 **CONNIE T. JAVENS**

**JURY COMMISSIONERS:**         **DOROTHY COLELLA**  
   **PEGGY ROSE**

**COURT OF COMMON PLEAS:**     **HON. ROBERT E. KUNSELMAN**  
   **HON. JOHN D. McBRIDE**  
   **HON. GEORGE E. JAMES**  
   **HON. C. GUS KWIDIS**  
   **HON. RICHARD MANCINI**  
   **HON. JOHN P. DOHANICH**  
   **HON. DEBORAH KUNSELMAN**

**DISTRICT JUSTICES:**     **HARRY E. KNAFELC**             36-01-01  
   **WILLIAM LIVINGTON**         36-01-02  
   **JAMES DiBENEDETTO**         36-01-03  
   **EDWARD C. HOWE**             36-02-01  
   **TIM FINN**                     36-02-02  
   **DALE NICHOLSON**             36-03-01  
   **C. DOUGLAS LOUGHNER**       36-03-02  
   **JANET SWIHART**             36-03-04  
   **JOSEPH SCHAFFER**            36-03-03

## DEPARTMENT MANAGERS

ADULT PROBATION	DON NEILL
AIRPORT	BETH LaVALLE
ALLENCREST	ROBERT ROSE
ASSESSMENT/TAX CLAIM	MICHAEL KOHLMAN
FRIENDSHIP RIDGE	ANTHONY ZELENKA*
CHIEF CLERK	TRACEY PATTON
CHILD CARE CHOICES	JOE PIROLI
COMMUNITY DEVELOPMENT	LISA SIGNORE
COURT ADMINISTRATOR	RICHARD DeFILLIPPI
DOMESTIC RELATIONS	JOE SIGNORE
ELECTIONS BUREAU	DORENE MANDITY
EMERGENCY SERVICES	WES HILL
FINANCIAL ADMINISTRATOR	ROB CYPHERT
DEPARTMENT OF PUBLIC WORKS	JAMES CAMP
HUMAN RESOURCES	RICHARD DARBUT
INFORMATION TECHNOLOGY	FRANK SIGNORE
JAIL WARDEN	WILLIAM SCHOUPPE
JUVENILE SERVICES	ROBERT ROSE
LAW DEPARTMENT	MYRON SAINOVICH
LAW LIBRARY	BETTY DENGEL
LIBRARY COMMISSION	DIANE AMBROSE
MENTAL HEALTH/MENTAL RETARDATION	GERARD MIKE
MICROGRAPHICS	CHARLES HILT
OFFICE ON AGING	BEVERLY SULLIVAN
PLANNING COMMISSION	FRANK MANCINI
PUBLIC DEFENDER	PAUL STEFF
PURCHASING/MAILROOM	MARY ANN RUSKIN
RECREATION	TOM KING
VETERANS ADMINISTRATION	WILLIAM MUNS
VICTIM SERVICES	STEVE JURICH
WASTE MANAGEMENT	CHARLES RAABE
WEIGHTS AND MEASURES	RON ZUCCARO

\* Contract with Premier Consulting.

## **ELECTED OFFICIALS**

### ***BOARD OF COMMISSIONERS***

The Board of Commissioners are the chief executive officers of the County. They are responsible for all legislative and administrative functions of the County.

### ***CLERK OF COURTS***

The Clerk of Courts is the chief clerk of the Court of Common Pleas. The Clerk of Courts is responsible for maintaining court records and collecting all court related fines and fees.

### ***CONTROLLER***

The Controller is the chief financial officer of the County who is responsible for supervising the budget, financial reporting, auditing, accounts payable and payroll. In addition, the Controller sits on many boards and is responsible for many administrative functions relating to those boards.

### ***CORONER***

The Coroner is responsible for inquiries/inquests relating to wrongful and/or suspicious deaths for the County.

### ***DISTRICT ATTORNEY***

The District Attorney is the chief prosecutor for the County.

### ***PROTHONOTARY***

The Prothonotary is responsible for maintaining court records and filings relating to divorce, civil cases, filing financial statements, liens and issuing passports.

### ***RECORDER OF DEEDS***

The Recorder of Deeds is responsible for the official filing of all property transfers within the County. This includes recordation of mortgages as well as deeds for properties sold.

## **ELECTED OFFICIALS – (Continued)**

### ***REGISTER OF WILLS***

The Register of Wills is responsible for issuing marriage licenses, legal filings of estates and collecting estate taxes.

### ***SHERIFF***

The Sheriff is the chief law enforcement officer for the County.

### ***TREASURER***

The Treasurer is responsible for collecting taxes levied by the County, investing County funds and issuing licenses for small games of chance and dog permits.

### ***JURY COMMISSIONERS***

The Jury Commissioners are responsible for the jury selection process for the Court of Common Pleas.

### ***COURT OF COMMON PLEAS***

There are six judges that preside over the Court of Common Pleas within Beaver County. They are responsible for hearing cases and legal decisions in addition to overseeing the Court system of Beaver County.

### ***DISTRICT JUSTICES***

There are nine District Justices within Beaver County that are established by district. They are responsible for arraignments, hearing minor claims, and traffic violations for Beaver County.

## DEPARTMENT DESCRIPTIONS

### *ADULT PROBATION*

This office administers the probation procedures as established by the Court system. The office is responsible for monitoring adult individuals who are serving court-mandated probation in addition to administering state and federal grants that are received for such purposes.

### *AIRPORT*

This department is responsible for the safe and efficient operation of the Beaver County Airport. This includes enforcing Federal Aviation Administration policies and administering grants that are in effect for various airport projects.

### *ALLENCREST JUVENILE DETENTION CENTER*

The center operates within guidelines as established by the court system pertaining to juveniles. This center houses and monitors juveniles while providing necessary counseling as required by the courts.

### *ASSESSMENT / TAX CLAIM*

This office is responsible for enforcing taxes levied by the Board of Commissioners for real estate. It assesses all properties within the County and manages the tax system.

### *CHIEF CLERK*

The Chief Clerk is an administrative assistant to the Board of Commissioners.

### *CHILD CARE CHOICES*

This department is responsible for the managed care program for children within Beaver County and it administers the grant programs that are established for those purposes by the Commonwealth and Federal government.

### *CHILDREN AND YOUTH SERVICES*

This agency oversees the programs which the County provides under grants awarded by the Commonwealth and Federal governments for the welfare of children. The agency provides families as well as children with various services such as counseling and foster care.

## **DEPARTMENT DESCRIPTIONS - (Continued)**

### ***COMMUNITY DEVELOPMENT***

This department is responsible for the administration of Federal and Commonwealth grants that are provided to the County for various programs. These programs assist in private and public development and improvement such as main street renovations and infrastructure repairs.

### ***COURT ADMINISTRATOR***

This administrative office of the Court manages the Court system within Beaver County. This entails all activities and responsibilities of the Court system, as well as the offices that are responsible for those activities.

### ***INFORMATION TECHNOLOGY***

This office is responsible for managing information services which are provided for the County. The department provides technical services and support for various hardware and software programs in operation as well as communication systems. The department also directs the central telephone system.

### ***DEPARTMENT OF PUBLIC WORKS***

This department manages various County projects, parks, road maintenance, rodent control, buildings and grounds and minor repairs.

### ***DOMESTIC RELATIONS***

This court related office is responsible for providing and managing services that are under the auspices of the Court system regarding domestic (family) problems and court situations.

### ***ELECTIONS BUREAU***

This office is responsible for all activities involving primary, general and special elections within Beaver County.

### ***EMERGENCY SERVICES***

This office is responsible for managing and administering all activities that pertain to emergency situations affecting Beaver County. The 911 Center of Beaver County is under this jurisdiction.

## DEPARTMENT DESCRIPTIONS - (Continued)

### *FINANCIAL ADMINISTRATOR*

This individual is responsible for the preparation of the County's budget.

### *JAIL*

The jail serves as a detention center for individuals awaiting trial or sentenced to serve time for minor violations or on work release programs mandated by the Court.

### *JUVENILE SERVICES*

This department is responsible for overseeing the probation activities relating to minors/juveniles ordered into probation programs through the court system.

### *HUMAN RESOURCES*

This department is responsible for all activities pertaining to human resources for Beaver County. Included in this array of services are employee hiring, discharge, rehabilitation efforts, administering EEOC compliance, and labor relations activities.

### *LAW DEPARTMENT*

This department acts as general legal counsel for the County. They directly report to the Board of Commissioners but assist all county offices and departments with legal expertise.

### *LIBRARY COMMISSION*

The commission administers the library system of Beaver County. The system is composed of ten member libraries and a bookmobile. Each library is responsible for managing its own budget and is supported by Federal, Commonwealth, and County funds.

### *MENTAL HEALTH/RETARDATION*

This agency provides services for individuals needing assistance due to dependencies or addictions to controlled substances and alcohol abuse. The services provided are mental health, mental retardation, and drug and alcohol programs in forms of self-help and advocacy organizations. They also provide counseling, case management, prevention/intervention, outpatient and inpatient services, and treatment. The agency is able to provide such services through grants offered by Federal, Commonwealth and County funding.

## **DEPARTMENT DESCRIPTIONS – (Continued)**

### ***MICROGRAPHICS***

This department provides microfilming services and record assistance to all Beaver County offices.

### ***OFFICE ON AGING***

This agency is responsible for administering all programs provided by Beaver County to senior citizens. The types of services include but are not limited to: information and referral, care management, homemaker service, personal and attendant care, adult day care, respite care and ombudsman services. This agency is able to provide services through funding provided by the Federal, Commonwealth, and County governments.

### ***PUBLIC DEFENDER***

The Public Defender is responsible for providing legal services to indigent individuals as required by the Courts.

### ***PURCHASING/CENTRAL SERVICES***

This department is responsible for all procurement for the County. In addition, it is responsible for maintaining all records for fixed assets.

### ***RECREATION AND TOURISM PROMOTION***

This department is responsible for administering all recreational programs offered by the County, management of County recreational facilities, and promoting tourism within the County.

### ***VETERANS AFFAIRS***

This department provides services and information to veterans and their families concerning benefits and it administers the Federal, Commonwealth, and County laws pertaining to burial of deceased veterans and their spouses.

### ***VICTIM WITNESS***

This department operates under the auspices of the District Attorney's Office. It provides assistance to individuals that had been victimized by a crime or witnessed a crime.

## **DEPARTMENT DESCRIPTIONS - (Continued)**

### ***WASTE MANAGEMENT***

This department manages the recycling program for Beaver County.

### ***WEIGHTS AND MEASURES***

This department is responsible for the testing and review of all weighing and measuring devices both public and private within Beaver County and offering the necessary certifications of compliance.

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CASE | SABATINI

PROFESSIONAL ACCOUNTING,  
CONSULTING & BUSINESS  
ADVISORY SERVICES

June 23, 2006

The Board of County Commissioners  
and the Beaver County Controller  
County of Beaver  
Beaver, Pennsylvania

U.S. STEEL TOWER  
600 GRANT STREET  
52ND FLOOR  
PITTSBURGH, PA 15219

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FAX: (412) 434-0490  
WEB: WWW.CASESABATINI.COM

### REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Beaver County, Pennsylvania (the County) as of December 31, 2005, and for the year then ended, which collectively comprise the County's basic financial statements as listed in the accompanying table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the component units' financial statements of the Beaver County Transit Authority and the Community College of Beaver County. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Beaver County Transit Authority and the Community College of Beaver County, is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of Beaver County, Pennsylvania as of December 31, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report, dated June 23, 2006, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

The management's discussion and analysis on pages 20 through 32 and the respective budgetary comparisons for the general fund and major special revenue funds on pages 104 through 107 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparisons of the nonmajor special revenue funds and capital projects funds, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and budgetary comparisons of the nonmajor special revenue funds and capital projects funds have been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

A handwritten signature in cursive script that reads "Case, Robertini & Company".

Certified Public Accountants

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the County of Beaver (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

### Financial Highlights

- Despite the continued decrease in intergovernmental revenues, taxes were increased by only 2 mils.
- The County has significantly increased its funding of local educational entities to approximately \$6,210,000.
- The County-owned nursing facility, Friendship Ridge, incurred a \$2.0 million increase in net assets.
- In the face of continuing economic difficulties, tax revenues increased by approximately \$3.5 million.
- The County maintained an investment grade bond rating of AAA insured from Standard & Poor's.
- A \$13.675 million Pension Obligation Bond was issued to better manage contributions to the County's Employee Retirement System.
- A \$3.125 million General Obligation Bond was issued to fund the construction of parks, the purchase of a financial management system, and to finance other capital improvements of the County.
- The County continued with its early retirement program, which generated important savings.
- The 2005 Annual Required Contribution to the pension trust fund was \$3,737,244.
- The County Issued a Tax Revenue Anticipation Note on January 2, 2005 to provide for short-term financing needs. This note was repaid in March 2005.
- Friendship Ridge established a behavioral health rehabilitation system and a daycare center during 2005, both profitable operations.

## Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The *statement of net assets* provides information showing the status of the County's financial position at year-end. It reports the availability of assets for future use and is an important management tool in financial planning. The statement distinguishes those assets used exclusively with regards to government operation versus those assets committed to the business operation of a government.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as uncollected taxes, earned but unused vacation leave, accrued interest on long-term debt, accrued payroll, and intergovernmental receivables.

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County are general government, judicial, public safety, public works and enterprise, culture, recreation, conservation, and human services. The business-type activities of the County are Friendship Ridge, Emergency Services, and HealthChoices.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also two legally separate entities, the Beaver County Transit Authority and the Community College of Beaver County, for which the County provides subsidies and appoints their boards. Financial information for these *component units* are reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 33-36 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** This fund grouping is used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Immediately following both the governmental funds' balance sheet and the governmental funds' statement of revenues, expenditures, and changes in fund balances, a statement is presented that provides a reconciliation to facilitate a comparison between *governmental funds* and *governmental activities*.

The County maintains seventeen individual governmental funds. Information is presented separately in the governmental funds' balance sheet and in the governmental funds' statement of revenues, expenditures, and changes in fund balance for the General Fund, Mental Health / Mental Retardation, Children & Youth, and the Community Development Program, all of which are considered to be major funds. Data from the other thirteen governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules elsewhere in this report. The County adopts an annual appropriated budget for its governmental funds.

The basic governmental funds' financial statements can be found on pages 37-42 of this report.

**Proprietary funds.** The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for Friendship Ridge, Emergency Services, and HealthChoices. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions.

The County uses an internal service fund to account for the medical benefits of the County's employees (except for Friendship Ridge) and to account for workers' compensation costs. Because this service predominantly benefits governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds' financial statements provide separate information for Friendship Ridge and HealthChoices. These are considered to be major funds for both the County and Emergency Services, which is a

non-major fund. The proprietary funds' financial statements also provide separate information for the County's internal service fund.

The basic proprietary funds' financial statements can be found on pages 43-48 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefits of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 49-50 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 51-102 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison statements for the general fund and other major funds which have been provided to demonstrate compliance with the budget.

Required supplementary information can be found on pages 103-108 of this report.

The combining schedules referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information.

Combining and individual fund schedules can be found on pages 131-142 of this report.

### **Government-wide Financial Analysis**

This analysis focuses on the Primary Government (see above). Separate financial statements for the County's component units, including their managements' discussion and analysis, can be obtained from the component units at the addresses disclosed in Note A.

### **Analysis of Net Assets**

Net assets are a useful indicator of a government's financial position. For the County, total liabilities exceeded assets by \$8,807,521 and \$2,794,071 at December 31, 2005 and 2004, respectively.

**County of Beaver's Statement of Net Assets**  
(in thousands)

The following is a summary of the County's Statement of Net Assets as of December 31, 2005 and 2004:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
<b>Assets:</b>						
Current and Other Assets	\$ 39,566	\$ 26,655	\$ 21,207	\$ 18,396	\$60,773	\$ 45,051
Capital Assets	<u>75,037</u>	<u>73,323</u>	<u>12,756</u>	<u>12,186</u>	<u>87,793</u>	<u>85,509</u>
	114,603	99,977	33,963	30,582	148,566	130,560
<b>Liabilities:</b>						
Long-Term Liabilities Outstanding	102,760	85,048	5,436	5,506	108,196	90,554
Other Liabilities	<u>20,651</u>	<u>17,724</u>	<u>7,027</u>	<u>5,371</u>	<u>27,678</u>	<u>23,095</u>
	123,411	102,772	12,463	10,877	135,874	113,649
<b>Net Assets:</b>						
Invested in Capital Assets, net of related debt	(5,816)	3,334	9,230	8,564	3,414	11,898
Restricted	-	-	7,815	7,147	7,815	7,147
Unrestricted	<u>(2,992)</u>	<u>(6,128)</u>	<u>4,454</u>	<u>3,994</u>	<u>1,463</u>	<u>(2,134)</u>
	\$ (8,808)	\$ (2,794)	\$ 21,500	\$ 19,705	\$ 12,692	\$ 16,912

A significant portion of net assets are largely restricted for specific legal purposes in the HealthChoices program

**Changes in Net Assets**

The County's net assets decreased by \$6,013,450 and \$4,795,745 for the years ended December 31, 2005 and 2004, respectively. The mix of County revenues remained essentially unchanged from 2004. Approximately 40% of the County's revenue came from grants and contributions, 42% for services provided, and 18% from taxes on real property. The corresponding figures for 2004 were 40%, 41%, and 19% respectively. The County's expenses cover a wide range of services. The largest share of expenses continues to be incurred for human services, HealthChoices and Friendship Ridge.

**County of Beaver's Statement of Activities**  
(in thousands)

The following summarizes the County's Statement of Activities for the years ended December 31, 2005 and 2004.

Governmental Activities   Business-type Activities   Totals

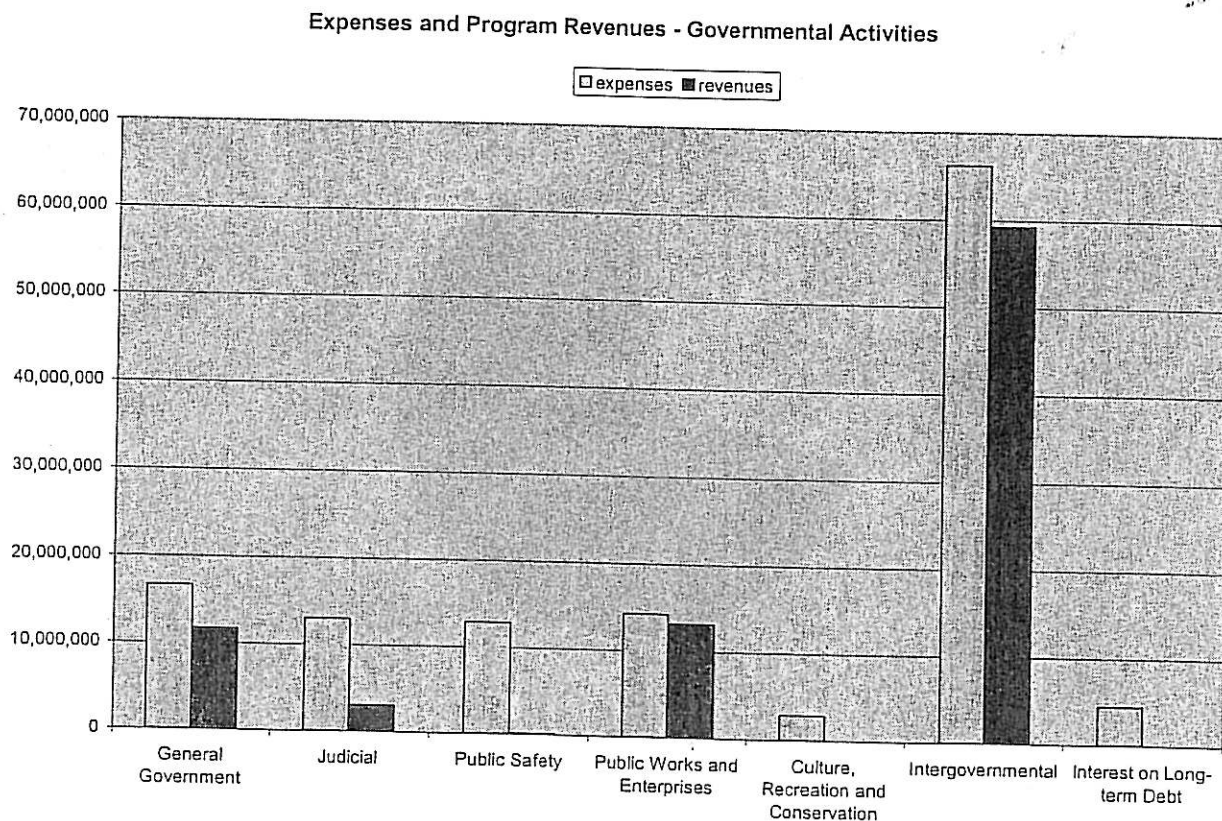
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
<i>Program Revenues:</i>						
Fees and Charges	\$ 10,575	\$ 11,545	\$ 69,993	\$ 63,791	\$ 80,568	\$ 75,336
Operating Grants and Contributions	76,832	74,331	963	-	77,795	74,331
<i>General Revenues:</i>						
Real Estate Taxes	35,871	32,992	-	-	35,871	33,992
Investment Income	1,180	830	317	111	1,497	941
Unrestricted Gifts	-	-	8	10	8	10
	124,458	119,698	71,281	63,912	195,739	183,610
<i>Program Expenses:</i>						
General Government	16,607	10,896	-	-	16,607	10,896
Judicial	13,030	12,973	-	-	13,030	12,973
Public Safety	12,851	12,186	-	-	12,851	12,186
Public Works and Enterprises	14,224	13,402	-	-	14,226	13,402
Culture, Recreation and Conservation	2,905	3,040	-	-	2,905	3,040
Human Services	65,027	67,920	-	-	65,027	67,920
Miscellaneous	1,259	502	-	-	1,259	502
Interest Expense	4,538	3,951	-	-	4,538	3,951
Friendship Ridge	-	-	48,688	47,415	48,688	47,415
Emergency Services	-	-	1,451	1,474	1,451	1,474
HealthChoices	-	-	18,781	16,835	18,781	16,835
Total Expenses	130,443	124,870	68,920	65,724	199,363	190,594
Deficiency Before Other Items and Transfers	(5,984)	(5,172)	2,361	(1,812)	(3,624)	(6,984)
Gain (Loss) on Disposals	334	(7)	-	-	334	(7)
Transfers	(363)	383	363	(383)	-	-
Change in Net Assets	(6,013)	(4,796)	2,724	(2,195)	(3,290)	(6,991)
Net Assets - Beginning	(2,794)	2,002	18,776	21,901	15,982	23,903
Net Assets - Ending	\$ (8,808)	\$ (2,794)	\$ 21,500	\$ 19,706	\$ 12,692	\$ 16,912

## Analysis of Changes in Net Assets

The County's net assets decreased by \$3,289,509 and decreased by \$6,991,147 for the years ended December 31, 2005 and 2004, respectively. This decrease is explained in the governmental and business-type activities discussion below.

### Governmental Activities

Governmental Activities decreased the County's net assets by \$6,013,450. Key elements of the decrease are bond issuance costs and pension contributions.



In the general government function, expenses increased by \$8.8 million. This was due to the allocated portion of the pension contributions that arose from the issuance of a pension obligation bond. Also, the County provided \$6.0 million related to the construction of a local performing arts center. Approximately \$3.0 million was passed through from the state government.

In the public works function, revenues increased by \$3.4 million in large part to an increase in operations and grants from Liquid Fuels bridge projects.

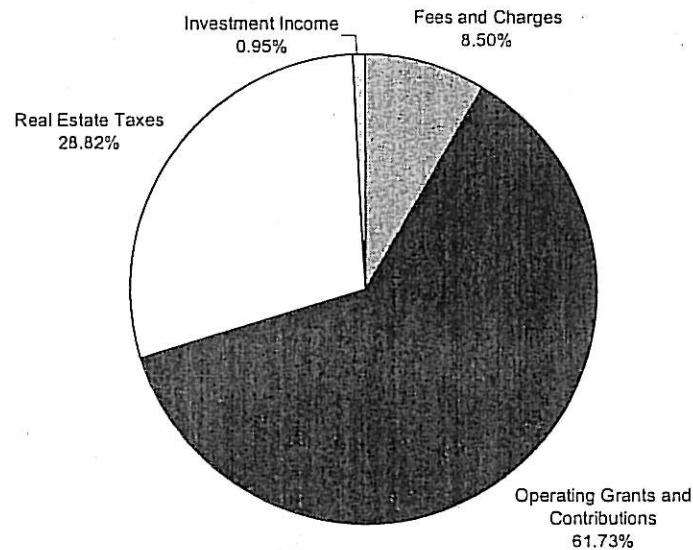
In the culture, recreation, and conservations function, expenses decreased by \$0.1 million. This is due to a consolidation of the conservation function by the county.

In the human services function, expenses decreased by \$2.9 million in large part due to a reduction in sub-contracted services for MH/MR.

In the miscellaneous function, revenues decreased by \$0.7 million and expenses increased by \$0.7 million. Expenses increased due to bond issuance costs and revenues decreased due to less Children & Youth pass thru funding in 2005.

Additionally, the Commissioners of Beaver County authorized a real estate tax increase of two mils. This and improved collection efforts led to an overall increase in real estate tax revenue.

Revenues by Source - Governmental Activities



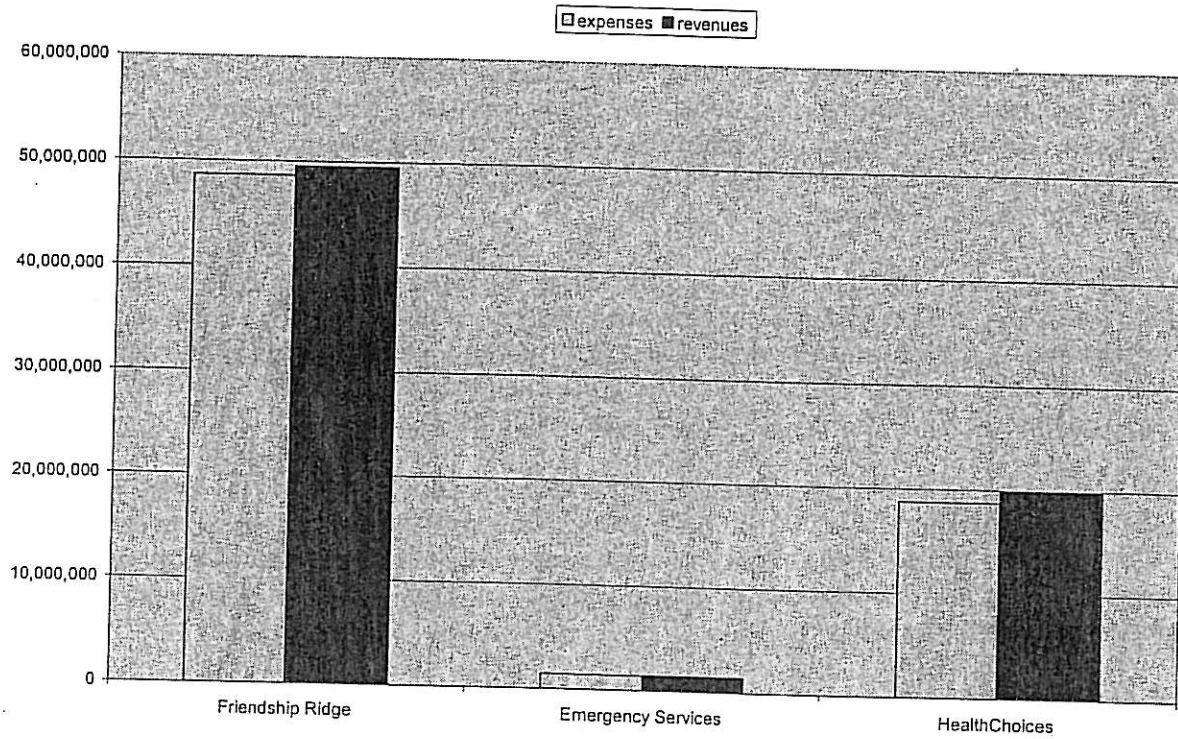
### **Business-type Activities**

Business-type activities increased the County's net assets by \$2,723,941 for the year ended December 31, 2005. Friendship Ridge accounted for a majority of this increase.

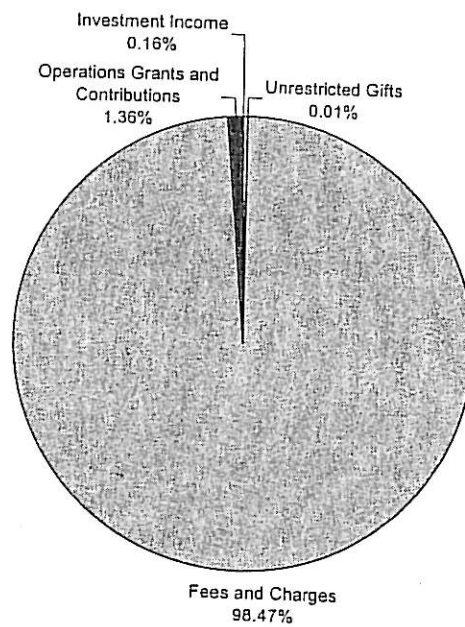
Friendship Ridge received a HealthChoices reinvestment grant for roughly \$775,000 to construct and implement a behavioral health center. Friendship Ridge also received roughly \$1 million for the construction of a daycare center.

HealthChoices continued to properly manage its capitation revenues to generate a \$1.4 million income before transfers.

### Expenses and Program Revenues - Business-type Activities



### Revenues by Source - Business-type Activities



## **Financial Analysis of the County's Individual Funds**

### ***Governmental Funds***

The focus of the County's Governmental Funds is to provide information on near-term inflows, outflows and balances of expendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

At December 31, 2005, the County's Governmental Funds reported a combined ending fund balance of \$7,162,643 which represents a decrease of \$483,837 in comparison to the previous year. The ending fund balance represents amounts available for future appropriations as follows: \$622,378 for the General Fund, \$3,971,923 for the Special Revenue Funds, and \$1,236,854 for the Capital Projects Funds.

The General Fund is the main operating fund for the County. Its fund balance decreased by approximately \$0.1 million during 2005 and decreased by approximately \$1.3 million during 2004. The County is continuing its efforts to control expenditures. The General Fund is discussed in more detail in the General Fund budgetary highlights section (see below).

The 2005 Bond Issue generated proceeds that were not entirely appropriated in the current year. This fund is new this year and it is the result of a general bond obligation issued by the County to fund various capital asset purchases, construction, and improvements.

The 1996 Bond Issue experienced a net decrease in fund balance of approximately \$1.5 million due to the continued investment in capital assets of the County. The net decrease in fund balance amounted to about \$2.3 million last year.

### ***Proprietary Funds***

The County's Proprietary Funds provide the same type of information found in the government-wide financial statements, but in more detail. Please refer to the analysis of the changes in net assets for business-type activities for a discussion of Friendship Ridge and the HealthChoices program.

### ***Fiduciary Funds***

The County maintains Fiduciary Funds for the Pension Trust Fund and several agency funds. The Pension Trust Funds net assets increased by \$16,858,468 as compared to an increase of \$10,948,434 during 2004. The increase during the current year was due in large part to the \$13 million pension contribution that was generated by the issuance of the Pension Obligation Bond.

## **General Fund Budgetary Highlights**

During any given year there are many factors that may change a budget from the *original* approved version to the *final* ending version. There may be changes in policies, revenue sources or unexpected events that have a financial impact upon the County and require that the budget be adjusted to reflect those circumstances.

The General Fund's budgeted revenues were increased by \$4.1 million from the original budget primarily due to an increase in intergovernmental revenues. These changes in intergovernmental revenues were due to grant awards that were received but not anticipated at the time the original budget was approved.

The General Fund's budgeted expenses were increased by \$6.8 million from the original budget during the year. The primary reason for such an increase is the County's grant given for construction of a local performing arts center including about \$3.0 million passed through from the Commonwealth of Pennsylvania.

In reviewing the General Fund budget, there are differences between actual amounts and those budgeted that are due to various business and economic factors within the County. General Fund expenses ended approximately \$13 million over budget. The cause of this variance was the County's contributions to the county pension plan that were not included in the budget. It should be noted, however, that the source of these contributions, the proceeds of a pension obligation bond, were also outside of the budget.

The County continues to operate in a fiscally prudent manner, with each department manager monitoring employee expenses (overtime, travel), delaying major purchases, and imposing a freeze on job creation.

**County of Beaver's Capital Assets**  
(in thousands and net of depreciation)

What follows is a summary of the County's capital assets as of December 31, 2005 and 2004.

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
Assets not						
Being						
Depreciated	\$1,874	\$1,874	\$ 56	\$ 216	\$ 1,930	\$ 2,090
Buildings and						
Improvements	64,197	65,970	5,613	4,429	69,810	70,399
Vehicles	353	358	-	-	353	358
Furniture and						
Equipment	3,849	3,498	7,101	7,715	10,950	11,213
Infrastructure	<u>4,763</u>	<u>1,622</u>	<u>-</u>	<u>-</u>	<u>4,763</u>	<u>1,622</u>
Total	<u>\$ 75,036</u>	<u>\$ 73,322</u>	<u>\$ 12,770</u>	<u>\$ 12,360</u>	<u>\$ 87,806</u>	<u>\$ 85,682</u>

Additional information on the County's capital assets can be found in Note F on pages 75-78 of this report.

**Outstanding Debt, at Year End**

Here is a summary of the County's long-term debt at December 31, 2005 and 2004:

	<u>2005</u>	<u>2004</u>
Governmental activities		
General obligation debt	\$70,022,446	\$68,713,457
Other long-term debt	<u>20,790,000</u>	<u>4,030,000</u>
Governmental activities	90,812,446	72,743,457
Business-type activities	<u>4,982,040</u>	<u>5,505,416</u>
Total	<u>\$ 97,794,486</u>	<u>\$ 78,248,873</u>

The County's general obligation bond rating is 'AAA' insured from Standard and Poor's. More detailed information about the County's long-term liabilities can be found in Note J on pages 86-97 of this report.

**Economic Factors**

Beaver County raised the millage rate by two mils for 2005. This was required to maintain a positive fund balance without curtailing services to County residents. The Commissioners and elected officials continue to market Beaver County to entice tourists to visit the area and businesses to locate within the County.

### **Requests for Information**

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Office of the Controller  
Beaver County Courthouse  
810 Third Street  
Beaver, Pennsylvania 15009-2196

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## BASIC FINANCIAL STATEMENTS

**County of Beaver, Pennsylvania**

**STATEMENT OF NET ASSETS  
December 31, 2005 or June 30, 2005**

	<u>Primary Government</u>		
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 16,926,640	\$ 7,878,287	\$ 24,804,927
Restricted Cash	-	2,980,941	2,980,941
Investments	660,786	-	660,786
Receivables	8,922,363	8,924,147	17,846,510
Internal Balances	119,565	(119,565)	-
Supplies	-	285,011	285,011
Prepaid Expenses	1,041,606	829,037	1,870,643
Other Assets	361,908	429,046	790,954
Land	1,874,354	42,075	1,916,429
Buildings and Improvements	83,429,598	12,180,561	95,610,159
Vehicles	2,559,581	-	2,559,581
Furniture and Equipment	14,817,617	27,929,661	42,747,278
Infrastructure	4,902,513	-	4,902,513
Accumulated Depreciation	(32,546,926)	(27,396,521)	(59,943,447)
Net Pension Asset	11,533,514	-	11,533,514
<b>TOTAL ASSETS</b>	<u><u>\$ 114,603,119</u></u>	<u><u>\$ 33,962,680</u></u>	<u><u>\$ 148,565,799</u></u>
<b>LIABILITIES</b>			
Accounts Payable and Other Current Liabilities			
Accounts Payable	\$ 9,139,081	\$ 1,715,231	\$ 10,854,312
Compensated Absences	2,189,421	1,350,465	3,539,886
Accrued Interest	1,159,002	89,985	1,248,987
Accrued Other Liabilities	1,446,449	1,049,200	2,495,649
Resident Funds	-	240,552	240,552
Unearned Revenues	5,712,235	47,357	5,759,592
Accrued Other Employee Benefits	1,004,000	783,954	1,787,954
Accrued Health Care Costs	-	1,750,000	1,750,000
Noncurrent Liabilities			
Due within one year	3,036,637	892,556	3,929,193
Due in more than one year	99,723,815	4,543,867	104,267,682
<b>TOTAL LIABILITIES</b>	<u><u>\$ 123,410,640</u></u>	<u><u>\$ 12,463,167</u></u>	<u><u>\$ 135,873,807</u></u>
<b>NET ASSETS</b>			
Invested in Capital Assets net of related debt	\$ (5,815,883)	9,230,260	\$ 3,414,377
Restricted for:			
Restricted Fund	-	1,500,000	1,500,000
Risk and Contingency	-	3,432,000	3,432,000
Reinvestment	-	2,883,415	2,883,415
Unrestricted	(2,991,638)	4,453,838	1,462,200
<b>TOTAL NET ASSETS</b>	<u><u>\$ (8,807,521)</u></u>	<u><u>\$ 21,499,513</u></u>	<u><u>\$ 12,691,992</u></u>

Component Units	
Beaver County Transit Authority as of June 30, 2005	Community College of Beaver County as of June 30, 2005
\$ 795,690	\$ 3,989,500
-	-
-	318,978
1,597,840	2,506,464
-	-
175,504	226,409
111,894	228,143
-	200,773
3,286,121	952,288
14,123,474	17,193,510
10,051,537	94,152
1,076,813	4,735,959
-	-
(8,630,907)	(14,930,412)
-	-
<u>\$ 22,587,966</u>	<u>\$ 15,515,764</u>
\$ 268,054	\$ 1,271,184
-	715,912
-	24,132
187,481	1,674,879
-	-
1,151,589	599,520
-	300,000
-	-
-	520,518
-	6,269,204
<u>\$ 1,607,124</u>	<u>\$ 11,375,349</u>
\$ 19,907,038	\$ 1,855,399
-	63,488
-	-
-	-
1,073,804	2,221,528
<u>\$ 20,980,842</u>	<u>\$ 4,140,415</u>

The accompanying notes are an integral part of this financial statement.

**County of Beaver, Pennsylvania**

**STATEMENT OF ACTIVITIES**

**For the Years Ended December 31, 2005 or June 30, 2005**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Fees and Charges	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities:				
General Government	\$ 16,606,678	\$ 6,501,784	\$ 5,215,261	\$ -
Judicial	13,030,383	300,717	2,775,408	-
Public Safety	12,851,354	-	120,560	-
Public Works and Enterprises	14,224,464	754,864	12,434,403	-
Culture, Recreation and Conservation	2,905,154	-	-	-
Intergovernmental				
Human Services	65,027,441	1,276,100	56,286,792	-
Miscellaneous	1,259,430	1,741,876	-	-
Interest Expense	4,537,621	-	-	-
Total Governmental Activities	<u>130,442,526</u>	<u>10,575,341</u>	<u>76,832,424</u>	<u>-</u>
Business-Type Activities				
Friendship Ridge	48,687,662	48,574,177	963,108	-
Emergency Services	1,451,371	1,472,638	-	-
Health Choices	18,781,499	19,945,731	-	-
Total Business-Type Activities	<u>68,920,532</u>	<u>69,992,546</u>	<u>963,108</u>	<u>-</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 199,363,058</u>	<u>\$ 80,567,887</u>	<u>\$ 77,795,532</u>	<u>\$ -</u>
Component Units:				
Beaver County Transit Authority	7,609,086	960,623	6,178,306	530,176
Community College of Beaver County	23,629,235	17,220,754	7,585,551	-
TOTAL COMPONENT UNITS	<u>\$ 31,238,321</u>	<u>\$ 18,181,377</u>	<u>\$ 13,763,857</u>	<u>\$ 530,176</u>

General Revenues:  
Real Estate Taxes  
Investment Income  
Unrestricted Gifts  
Gain on Disposals  
Transfers

Total General Revenues  
and Transfers

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

Net (Expenses) Revenues and Change in Net Assets			Component Units	
Primary Government			Beaver County Transit Authority for the year ended June 30, 2005	Community College of Beaver County for the year ended June 30, 2005
Governmental Activities	Business-type Activities	Total		
\$ (4,889,633)	\$ -	\$ (4,889,633)	\$ -	\$ -
(9,954,258)	-	(9,954,258)	-	-
(12,730,794)	-	(12,730,794)	-	-
(1,035,197)	-	(1,035,197)	-	-
(2,905,154)	-	(2,905,154)	-	-
(7,464,549)	-	(7,464,549)	-	-
482,446	-	482,446	-	-
(4,537,621)	-	(4,537,621)	-	-
(43,034,761)	-	(43,034,761)	-	-
-	849,623	849,623	-	-
-	21,267	21,267	-	-
-	1,164,232	1,164,232	-	-
-	2,035,122	2,035,122	-	-
<u>\$ (43,034,761)</u>	<u>\$ 2,035,122</u>	<u>\$ (40,999,639)</u>	<u>\$ -</u>	<u>\$ -</u>
-	-	-	60,019	-
-	-	-	-	1,177,070
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60,019</u>	<u>\$ 1,177,070</u>
35,870,725	-	35,870,725	-	-
1,180,297	317,265	1,497,562	-	-
-	8,253	8,253	-	44,234
333,590	-	333,590	-	-
(363,301)	363,301	-	3,253	-
37,021,311	688,819	37,710,130	3,253	44,234
(6,013,450)	2,723,941	(3,289,509)	63,272	1,221,304
(2,794,071)	18,775,572	15,981,501	20,917,570	2,919,111
<u>\$ (8,807,521)</u>	<u>\$ 21,499,513</u>	<u>\$ 12,691,992</u>	<u>\$ 20,980,842</u>	<u>\$ 4,140,415</u>

The accompanying notes are an integral part of this financial statement.

**County of Beaver, Pennsylvania**

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2005**

	<u>General</u>	<u>Mental Health/ Mental Retardation</u>	<u>Children &amp; Youth</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,478,958	\$ 2,393,675	\$ 1,821,734
Investments	647,823	-	-
Prepaid Other	35,079	899,252	16,613
Receivables	1,917,164	486,446	1,706,349
Due From Other Funds	<u>1,888,636</u>	<u>139,887</u>	<u>553,785</u>
<b>TOTAL ASSETS</b>	<u>\$ 5,967,660</u>	<u>\$ 3,919,260</u>	<u>\$ 4,098,481</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ 1,848,364	\$ 2,720,232	\$ 2,610,359
Due to Other Funds	1,158,553	108,053	990,150
Accrued Wages and Payroll Costs	1,317,910	-	-
Accrued Other Liabilities	128,539	-	-
Deferred Revenues	<u>850,685</u>	<u>975,000</u>	<u>-</u>
<b>TOTAL LIABILITIES</b>	5,304,051	3,803,285	3,600,509
<b>FUND BALANCES</b>			
Unreserved, Designated			
General Fund	41,231	-	-
Special Revenue Funds	-	6,674	27,332
Capital Projects Funds	-	-	-
Unreserved, Undesignated			
General Fund	622,378	-	-
Special Revenue Funds	-	109,301	470,640
Capital Projects Funds	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL FUND BALANCES</b>	<u>663,609</u>	<u>115,975</u>	<u>497,972</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 5,967,660</u>	<u>\$ 3,919,260</u>	<u>\$ 4,098,481</u>

<u>Community Development</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Fund</u>
\$ 5,955,946	\$ 4,671,903	\$ 16,322,216
-	12,963	660,786
-	15,373	966,317
685,963	1,168,193	5,964,115
-	391,246	2,973,554
<u>\$ 6,641,909</u>	<u>\$ 6,259,678</u>	<u>\$ 26,886,988</u>
\$ 688,788	\$ 1,031,833	\$ 8,899,576
15,084	582,149	2,853,989
-	-	1,317,910
-	-	128,539
4,639,527	59,119	6,524,331
5,343,399	1,673,101	19,724,345
-	-	41,231
-	1,232,455	1,266,461
-	23,796	23,796
-	-	622,378
1,298,510	2,093,472	3,971,923
-	1,236,854	1,236,854
<u>1,298,510</u>	<u>4,586,577</u>	<u>7,162,643</u>
<u>\$ 6,641,909</u>	<u>\$ 6,259,678</u>	<u>\$ 26,886,988</u>

The accompanying notes are an integral part of this financial statement.

**County of Beaver, Pennsylvania**

**RECONCILIATION OF GOVERNMENTAL FUND BALANCES  
TO THE STATEMENT OF NET ASSETS  
December 31, 2005**

TOTAL FUND BALANCES		\$ 7,162,643
Receivables for real estate taxes not available to pay for current period expenditures, and therefore, are deferred in the funds.		2,891,425
Deferred revenues for intergovernmental receivables not available to pay for current period expenditures, and, therefore are not recognized government-wide.		812,096
Costs associated with the issuance of bonds are deferred in the statement of net assets and reported as Other Assets, net of accumulated amortization.		361,908
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.		
Land	\$ 1,874,354	
Buildings and improvements	83,429,598	
Vehicles	2,559,581	
Furniture and equipment	14,817,617	
Infrastructure	4,902,513	
Accumulated depreciation	<u>(32,546,926)</u>	75,036,737
Accrued interest and accrued vacation payable are not recognized in governmental funds.		
Accrued interest payable	(1,159,002)	
Accrued vacation payable	<u>(2,189,421)</u>	(3,348,423)
Noncurrent liabilities not due and payable in the current period, and therefore, not reported in the funds. Those liabilities consist of:		
General obligation bonds payable	(69,998,989)	
Other general long-term liabilities -		
PFA Series 2005 Bonds	(3,240,000)	
Pension Obligation Bond	(13,675,000)	
PFA Series 2002 Bonds	(3,903,457)	
Capital lease obligations	(8,246,796)	
Swaption and Basis Cap	(2,871,500)	
Accrued sick and early termination benefits payable	<u>(824,710)</u>	(102,760,452)
Pension Contributions in excess of ARC treated as net pension asset		11,533,514
An internal service fund is used by management to account for medical benefits of the County employees. The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net assets.		<u>(496,969)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES		<u>\$ (8,807,521)</u>

The accompanying notes are an integral part of this financial statement.

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**County of Beaver, Pennsylvania**

**STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS**

**For the Year Ended December 31, 2005**

	<u>General</u>	<u>Mental Health/ Mental Retardation</u>	<u>Children &amp; Youth</u>	<u>Community Development</u>
<b>REVENUES</b>				
Real Estate Taxes	\$ 35,317,573	\$ -	\$ -	\$ -
Licenses and Permits	72,633	-	-	-
Interest and Rents	803,441	121,043	54,225	45,240
Intergovernmental Revenues	7,377,571	29,980,654	14,915,969	9,095,286
Charges for Services and Facilities	5,840,710	-	-	-
Project Income	527,555	1,006,278	199,253	669,576
Miscellaneous	1,689,770	1,160	-	-
<b>TOTAL REVENUES</b>	<b>51,629,253</b>	<b>31,109,135</b>	<b>15,169,447</b>	<b>9,810,102</b>
<b>EXPENDITURES</b>				
Current				
General Government	18,168,339	-	-	-
Judicial	12,933,730	-	-	-
Public Safety	16,645,718	-	-	-
Public Works and Enterprises	3,997,427	-	-	9,911,861
Culture, Recreation and Conservation	3,230,307	-	-	-
Intergovernmental				
Human Services	7,703,873	30,791,133	15,028,545	-
Miscellaneous	1,259,430	-	-	-
Debt Service				
Principal	2,000,909	-	-	-
Interest	2,685,726	-	-	-
Capital Outlay				
Infrastructure	-	-	-	-
Capital Asset Acquisition and Improvements	96,018	50,986	112,044	-
<b>TOTAL EXPENDITURES</b>	<b>68,721,477</b>	<b>30,842,119</b>	<b>15,140,589</b>	<b>9,911,861</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(17,092,224)</b>	<b>267,016</b>	<b>28,858</b>	<b>(101,759)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from Debt Issuance	16,655,350	-	-	-
Proceeds from Disposal of Capital Assets	700,000	-	-	-
Transfers to Other Funds	(363,301)	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>16,992,049</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(100,175)</b>	<b>267,016</b>	<b>28,858</b>	<b>(101,759)</b>
Fund Balance - Beginning	763,784	(151,041)	469,114	1,400,269
Fund Balance - Ending	\$ 663,609	\$ 115,975	\$ 497,972	\$ 1,298,510

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 35,317,573
-	72,633
150,739	1,174,688
17,491,269	78,860,749
-	5,840,710
517,460	2,920,122
<u>184,931</u>	<u>1,875,861</u>
18,344,399	126,062,336
81,587	18,249,926
3,031,540	15,965,270
119,205	16,764,923
309,592	14,218,880
-	3,230,307
11,482,730	65,006,281
-	1,259,430
-	2,000,909
1,252,302	3,938,028
3,207,525	3,207,525
<u>2,562,695</u>	<u>2,821,743</u>
<u>22,047,176</u>	<u>146,663,222</u>
(3,702,777)	(20,600,886)
3,125,000	19,780,350
-	700,000
-	<u>(363,301)</u>
<u>3,125,000</u>	<u>20,117,049</u>
(577,777)	(483,837)
<u>5,164,354</u>	<u>7,646,480</u>
<u>\$ 4,586,577</u>	<u>\$ 7,162,643</u>

The accompanying notes are an integral part of this financial statement.

**County of Beaver, Pennsylvania**

**RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
For the Year Ended December 31, 2005**

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS		\$	(483,837)
Revenue timing differences resulted in greater revenue for real estate taxes in the statement of activities.			553,152
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			(2,162,310)
The differences due to capital assets are as follows:			
1. Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:			
Capital outlay	\$	6,029,268	
Depreciation expense		(3,948,960)	2,080,308
2. The effect of the disposal of capital assets is to decrease net assets by the net book value of the disposed assets.			(333,590)
Some expenses reported in the statement of activities do not require the use of current financial resources, and therefore, are not reported as expenditures in governmental funds.			
Changes in accrued interest payable		(52,708)	
Changes in accrued vacation payable		(139,421)	(192,129)
The difference due to Non-current liabilities are:			
1. The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.			
Bond principal payments		1,956,647	
Capital lease obligation payments		155,701	
Proceeds of Debt Issuance		(20,040,000)	(17,927,652)
2. Governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.			
Loss on refunding issue and amortization of bond issuance costs		(48,071)	(48,071)
3. The expense for sick leave and early termination benefits does not require the use of current financial resources. These items are reported as a non-current liability in the statement of net assets.			206,128
Pension contributions in excess of net annual pension cost capitalized as a net pension asset			11,533,514
An internal service fund is used by management to account for medical benefits of the County employees. The net change in activity of the internal service is reported with governmental activities.			761,037
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES		\$	(6,013,450)

The accompanying notes are an integral part of this financial statement.

County of Beaver, Pennsylvania

STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
December 31, 2005

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Friendship Ridge	Health Choices	Other - Non Major Fund Emergency Services 911	Totals	Risk Management Fund
<b>ASSETS</b>					
Current assets:					
Cash and Cash Equivalents	\$ 1,544,712	\$ 5,973,210	\$ 360,365	\$ 7,878,287	\$ 604,424
Restricted Cash	276,552	2,704,389	-	2,980,941	-
Receivables	8,550,132	247,283	126,732	8,924,147	66,823
Supplies	285,011	-	-	285,011	-
Due from Other Funds	73,635	-	-	73,635	-
Prepaid Expenses	33,659	795,378	-	829,037	75,289
Total current assets	10,763,701	9,720,260	487,097	20,971,058	746,536
Non-current assets:					
Investments	-	-	-	-	-
Land	42,075	-	-	42,075	-
Buildings and Improvements	12,180,561	-	-	12,180,561	-
Furniture and Equipment	25,785,166	96,191	2,048,304	27,929,661	-
Less Accumulated Depreciation	(25,545,992)	(67,397)	(1,783,132)	(27,396,521)	-
Other Assets	429,046	-	-	429,046	-
Total non-current assets	12,890,856	28,794	265,172	13,184,822	-
<b>TOTAL ASSETS</b>	<b>\$ 23,654,557</b>	<b>\$ 9,749,054</b>	<b>\$ 752,269</b>	<b>\$ 34,155,880</b>	<b>\$ 746,536</b>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts Payable	\$ 1,572,214	\$ 112,880	\$ 30,137	\$ 1,715,231	\$ 239,505
Compensated Absences	1,350,465	-	-	1,350,465	-
Current lease obligations	25,386	-	-	25,386	-
Due to Other Funds	-	15,147	178,053	193,200	-
Accrued Interest	89,985	-	-	89,985	-
Accrued Other Liabilities	1,329,552	26,818	-	1,356,370	-
Resident Funds	240,552	-	-	240,552	-
Deferred Revenues	47,357	-	-	47,357	-
Accrued Healthcare Costs	783,954	1,750,000	-	2,533,954	1,004,000
Bonds Payable	560,000	-	-	560,000	-
Total current liabilities	5,999,465	1,904,845	208,190	8,112,500	1,243,505
Long-term liabilities:					
Bonds Payable	4,422,040	-	-	4,422,040	-
Non current capital lease obligations	121,827	-	-	121,827	-
<b>TOTAL LIABILITIES</b>	<b>10,543,332</b>	<b>1,904,845</b>	<b>208,190</b>	<b>12,656,367</b>	<b>1,243,505</b>
<b>NET ASSETS</b>					
Invested in Capital Assets, net of related debt	8,936,294	28,794	265,172	9,230,260	-
Restricted	-	1,500,000	-	1,500,000	-
Reserve for Restricted Fund	-	3,432,000	-	3,432,000	-
Reserve for Risk and Contingency	-	2,883,415	-	2,883,415	-
Reserve for Reinvestment	4,174,931	-	278,907	4,453,838	(496,969)
Unrestricted	-	-	-	-	-
<b>TOTAL NET ASSETS</b>	<b>\$ 13,111,225</b>	<b>\$ 7,844,209</b>	<b>\$ 544,079</b>	<b>\$ 21,499,513</b>	<b>\$ (496,969)</b>

The accompanying notes are an integral part of this financial statement.

**County of Beaver, Pennsylvania**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS  
PROPRIETARY FUNDS**

**For the Year Ended December 31, 2005**

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental Activities - Internal Service Fund</u>
	<u>Friendship Ridge</u>	<u>Health Choices</u>	<u>Other - Non Major Fund Emergency Services 911</u>	<u>Totals</u>	<u>Risk Management Fund</u>
<b>OPERATING REVENUES</b>					
Charges for Services	\$ 48,574,177	\$ 19,945,731	\$ 1,472,638	\$ 69,992,546	\$ 9,661,036
<b>OPERATING EXPENSES</b>					
Costs of Services	44,599,269	15,693,642	360,344	60,653,255	7,709,422
Administrative	2,469,901	3,075,493	999,824	6,545,218	1,196,186
Depreciation and Amortization	1,396,980	12,364	91,203	1,500,547	-
Total Operating Expenses	48,466,150	18,781,499	1,451,371	68,699,020	8,905,608
OPERATING INCOME	108,027	1,164,232	21,267	1,293,526	755,428
<b>NON-OPERATING REVENUE/(EXPENSES)</b>					
Debt Service Interest	(221,512)	-	-	(221,512)	-
Grant Income	963,108	-	-	963,108	-
Unrestricted Gifts	8,253	-	-	8,253	-
Investment Income	71,951	236,698	8,616	317,265	5,609
Total Non-Operating Revenue (Expense)	821,800	236,698	8,616	1,067,114	5,609
Income Before Transfers	929,827	1,400,930	29,883	2,360,640	761,037
Transfers Out	-	(773,250)	-	(773,250)	-
Transfers In	1,136,551	-	-	1,136,551	-
Change in net assets	2,066,378	627,680	29,883	2,723,941	761,037
Total net assets - beginning	11,044,847	7,216,529	514,196	18,775,572	(1,258,006)
<b>TOTAL NET ASSETS - ENDING</b>	<b>\$ 13,111,225</b>	<b>\$ 7,844,209</b>	<b>\$ 544,079</b>	<b>\$ 21,499,513</b>	<b>\$ (496,969)</b>

The accompanying notes are an integral part of this financial statement.

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**County of Beaver, Pennsylvania**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
For the Year Ended December 31, 2005**

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Friendship Ridge</u>	<u>Health Choices</u>	<u>Other - Non Major Fund Emergency Services</u>
<b>Cash Flows from Operating Activities:</b>			
Cash receipts for services provided	\$ 46,368,689	\$ 20,238,107	\$ 1,476,470
Other operating cash receipts	180,342	-	-
Cash payments to suppliers	(24,935,075)	(19,184,041)	(1,350,991)
Cash payments to employees	(20,554,917)	-	-
Internal activity-payments to other funds	-	-	4,988
Internal activity-receipts from other funds	-	-	-
Net Cash Provided by Operating Activities	1,059,039	1,054,066	130,467
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Principal payments of long-term debt	(540,000)	(15,147)	-
Interest payments on long term debt	(207,486)	-	-
Expenses for property, facilities and equipment	(1,889,282)	(5,792)	(15,001)
Net Cash Provided by (Used in) Financing Activities	(2,636,768)	(20,939)	(15,001)
<b>Cash Flows from Noncapital Financing Activities</b>			
Transfers Out	-	(773,250)	-
Transfers In	773,250	-	-
Grants	963,108	-	-
Net Cash Provided by (Used in) Noncapital Financing	1,736,358	(773,250)	-
<b>Cash Flows from Investing Activities:</b>			
Investment income	80,204	236,698	8,618
Increase in restricted cash	-	(5,143,679)	-
Net Cash Provided by (Used in) Investing Activities	80,204	(4,906,981)	8,618
Net increase in cash and cash equivalents	238,833	273,354	124,084
Cash and cash equivalents at beginning of year	1,305,879	5,699,856	236,281
Cash and cash equivalents at end of year	\$ 1,544,712	\$ 5,973,210	\$ 360,365
<b>Noncash capital financing activities:</b>			
Change in fair value of investments	\$ -	\$ -	\$ -
In-kind transfers in	\$ 363,301	\$ -	\$ -

	Internal Service Fund
Totals	Risk Management Fund
\$ 68,083,266	\$ 85,307
180,342	4,117
(45,470,107)	(9,014,789)
(20,554,917)	-
4,988	-
-	9,159,378
2,243,572	234,013
(555,147)	-
(207,486)	-
(1,910,075)	-
(2,672,708)	-
(773,250)	-
773,250	-
963,108	-
963,108	-
325,520	5,609
(5,143,679)	-
(4,818,159)	5,609
(6,020,545)	239,622
7,242,016	364,802
\$ 7,878,287	\$ 604,424
\$ -	\$ -
\$ -	\$ -

**County of Beaver, Pennsylvania**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
(Continued)**

**For the Year Ended December 31, 2005**

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Friendship Ridge</u>	<u>Health Choices</u>	<u>Other - Non Major Fund Emergency Services</u>
<b>Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:</b>			
Operating Income	\$ 108,027	\$ 1,164,232	\$ 21,267
Non-cash adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation and amortization	1,396,980	12,364	91,203
Amortization of deferred loss on refunding and discount	19,122	-	-
Transfer in from General Fund	363,301	-	-
Change in operating assets and liabilities:			
Accounts receivable and due from other funds	(2,025,147)	292,376	3,832
Inventories	(32,207)	-	-
Prepaid expenses	4,971	(199,959)	-
Other assets - deposits	-	-	-
Accounts payable and due to other funds	271,468	(499,434)	14,165
Deferred credits	(74,000)	-	-
Accrued liabilities	1,033,796	284,487	-
Deferred income	(7,272)	-	-
 Net Cash Provided by Operating Activities	 <u>\$ 1,059,039</u>	 <u>\$ 1,054,066</u>	 <u>\$ 130,467</u>

**Disclosure of Accounting Policy:**

For the purposes of the Statement of Cash Flows, the County considers all highly liquid investments with a maturity of three months or less when acquired to be cash equivalents.

	Internal Service Fund
	Risk Management Fund
<u>Totals</u>	
\$ 1,293,526	\$ 755,428
1,500,547	-
19,122	-
363,301	-
(1,728,939)	158,287
(32,207)	-
(194,988)	(64,645)
-	4,117
(213,801)	(726,804)
(74,000)	-
1,318,283	107,630
(7,272)	-
<u>\$ 2,243,572</u>	<u>\$ 234,013</u>

EXHIBIT A (PAGE 4 OF 4)

The accompanying notes are an integral part of this financial statement.

**County of Beaver, Pennsylvania**  
**FIDUCIARY FUNDS**  
**December 31, 2005**

	<u>Pension Trust Fund</u>	<u>Agency Funds</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 23,756,281	\$ 3,804,102
Investments		
Common and Preferred Stocks	92,430,568	-
U.S. Government Obligations	32,752,215	265,577
Corporate Bonds	14,958,556	-
Interest in Limited Partnership	8,221,465	-
Due from other funds	-	8,877
Receivables	-	20,362
Other Interest and Dividends	561,960	-
	<u>561,960</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u>\$ 172,681,045</u>	<u>\$ 4,098,918</u>
<b>LIABILITIES</b>		
<b>LIABILITIES</b>		
Accounts Payable	\$ -	\$ 4,090,042
Due to other funds	-	8,876
	<u>-</u>	<u>8,876</u>
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>4,098,918</u>
<b>NET ASSETS</b>		
Held in trust for pension benefits and other purposes	<u>172,681,045</u>	<u>-</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 172,681,045</u>	<u>\$ -</u>

The accompanying notes are an integral part of this financial statement.

County of Beaver, Pennsylvania

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS

For the Year Ended December 31, 2005

	Pension Trust Fund
<b>ADDITIONS:</b>	
Contributions:	
Member Contributions	\$ 4,653,428
County Contributions	15,270,758
Total Contributions	<u>19,924,186</u>
Net Investment Income	
Net Appreciation in Fair Value of Investments	296,522
Interest and Dividends	4,627,929
	<u>4,924,451</u>
Less: Investment Management and Actuarial Fees	<u>573,213</u>
Total Investment Income - net	<u>4,351,238</u>
Total	<u>24,275,424</u>
<b>DEDUCTIONS:</b>	
Benefits Paid	7,353,757
Administrative Expense	63,199
Total Deductions	<u>7,416,956</u>
Change in Net Assets	16,858,468
Net Assets - Beginning	<u>155,822,577</u>
Net Assets - Ending	<u>\$ 172,681,045</u>

The accompanying notes are an integral part of this financial statement.

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**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the County of Beaver, Pennsylvania (the County), have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The significant accounting policies are described below.

1. **Organization and Reporting Entity**

The organization of the County and the basis of the reporting entity are presented below to assist the reader in evaluating the financial statements and the accompanying notes.

The County was founded as a subdivision of the Commonwealth of Pennsylvania under Title XVI of the Pennsylvania Statutes. The County operates under the commissioner-administrator form of government and provides the following services as authorized by Pennsylvania's County Code: public safety, judicial, medical, human services, and culture and recreation.

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity," the County has evaluated all related entities (authorities, commissions and affiliates) for possible inclusion in the financial reporting entity.

**Discretely Presented Component Units**

The component unit columns in the government-wide financial statements include individual financial data for the Beaver County Transit Authority (BCTA) and the Community College of Beaver County (CCBC). Financial information of component units is reported in separate columns to emphasize that they are legally separated from the County. They were determined to be component units because their boards are appointed by the County Commissioners and they receive significant operating subsidies from the County. CCBC has been receiving these subsidies and having the County appoint its board of directors since July 2002. Complete and more detailed financial statements can be obtained from:

Beaver County Transit Authority  
200 W. Washington Street  
Rochester, PA 15074

Community College of Beaver County  
Controller's Office  
One Campus Drive  
Monaca, PA 15061

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

1. **Organization and Reporting Entity** - Continued

Discretely Presented Component Units - Continued

The reporting period for BCTA and CCBC is as of and for the year ending June 30, 2005.

Summary of Significant Accounting Policies for BCTA

General Policy - The Authority prepares its financial statements on the basis of accounting practices prescribed or permitted by the Commonwealth of Pennsylvania and departments under its jurisdiction.

Basis of Accounting - The Authority accounts for expenses using the accrual method of accounting. Grant revenue is recognized when the corresponding grant purpose expenditure is made. Grant revenues received or receivable before the revenue recognition criteria have been met are reported as unearned revenue. State free transit senior citizen general funds and passenger revenues are recorded when received. All other revenues are recognized when earned.

Assets are depreciated using the straight-line method over their estimated useful lives.

Summary of Significant Accounting Policies for CCBC

General Policy - Community College of Beaver County prepares its financial statements in accordance with generally accepted accounting principles for public colleges and universities as outlined by the GASB. In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds," CCBC applies all GASB and Financial Accounting Standards Board (FASB) pronouncements, Accounting Principle Board opinions, and Accounting Research Bulletins issued on or before November 30, 1989, which do not conflict with or contradict GASB pronouncements. Interfund activity has been eliminated in the preparation of the financial statements.

County of Beaver, Pennsylvania

NOTES TO BASIC FINANCIAL STATEMENTS

December 31, 2005 and June 30, 2005

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

1. Organization and Reporting Entity - Continued

Summary of Significant Accounting Policies for CCBC - Continued

Basis of Accounting

Assets are depreciated using the straight-line method over their estimated useful lives.

Related Organizations

The Board of Commissioners is also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. These organizations include the:

Beaver County Housing Authority  
Beaver County Hospital Authority  
Beaver County Conservation District  
Beaver County Redevelopment Authority  
Beaver County Industrial Development Authority  
Pennsylvania Finance Authority  
Workforce Investment Board  
Beaver County Economic Development Authority  
Beaver County Agricultural Land Preservation Board

2. Government-Wide Financial Statements and Fund Financial Statements

Government-wide Statements: The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which primarily rely on fees and charges for support. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. Fiduciary funds are also excluded from the government-wide financial statements.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

2. **Government-Wide Financial Statements and Fund Financial Statements** - Continued

The government-wide Statement of Activities presents a comparison between expenses, both direct and indirect, and program revenues for each segment of the business-type activities of the County and for each governmental program. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipients of the goods or services offered by the programs, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the County. Certain indirect costs are included in the program expense reported for individual functions and activities.

Net assets should be reported as restricted when constraints placed on net asset use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The net assets restricted for other purposes result from special revenue funds and the restrictions on their net asset use.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as they are needed.

Fund Financial Statements: The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column.

County of Beaver, Pennsylvania

NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

2. Government-Wide Financial Statements and Fund Financial Statements - Continued

The County reports the following major governmental funds:

*General Fund.* This is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

*Mental Health / Mental Retardation.* This fund is responsible for serving the needs of the County's mentally or behaviorally challenged citizens.

*Children and Youth Services.* The purpose of this fund is to protect and care for children who have been abused, neglected, exploited, abandoned, adjudicated delinquent, or are without proper parental supervision, such as runaways.

*Community Development.* This fund accounts for the activities of the Community Development Program of Beaver County (CDP). The CDP's mission is two-fold: to improve the living conditions of low-income individuals and to aid in the elimination of slum and blight.

The County reports the following major enterprise funds:

*Friendship Ridge.* This is the enterprise fund for the County-owned facility that accommodates individuals in need of personal care.

*Health Choices.* Health Choices is a program sponsored by the Commonwealth of Pennsylvania and administered by the County to meet the needs of low income individuals with behavioral health problems.

All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS**

**December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**3. Fund Types**

In accordance with generally accepted accounting principles applicable to governmental units, the accounts of the County are organized and operated on the basis of individual funds. The operations of each fund are accounted for by providing a separate set of self-balancing accounts comprised by its assets, liabilities, fund equity, revenues, and expenditures or expenses. A description of the purpose and function of each type of fund presented in the accompanying financial statements follows.

**GOVERNMENTAL FUND TYPES**

The General Fund is used to account for all financial transactions not accounted for in the fund types listed below. This includes items such as the receipt and expenditure of the general tax levy and fees of general offices.

Special Revenue Funds are used to account for the proceeds from specific revenue sources or to finance special activities in accordance with statutory or administrative requirements. This includes designated revenues not included within other fund categories.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital assets (other than those financed by proprietary fund types).

**PROPRIETARY FUND TYPES**

An Enterprise Fund is used to account for operations that are financed and operated in a manner similar to that found in the private sector, where the intent of the County is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Friendship Ridge (formerly known as "Beaver Valley Geriatric Center"), Emergency Services 911, and Beaver County HealthChoices Behavioral Health Program (HealthChoices) are recorded as enterprise funds.

County of Beaver, Pennsylvania

NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

3. Fund Types - Continued

An Internal Service Fund accounts for operations that provide services to other departments or agencies of the County on a cost reimbursement basis. The Risk Management Fund accounts for the employees' self-insured medical health benefits and workers' compensation claims of the County.

FIDUCIARY FUND TYPES

Fiduciary Funds are used by the County to account for assets held on behalf of outside parties or on behalf of other funds. These funds currently include the pension trust fund and agency funds.

The Pension Trust Fund is accounted for in essentially the same manner as a proprietary fund and it accounts for the activities of the Beaver County Employees' Pension Plan.

Agency Funds are custodial in nature and do not involve measurement of results of operations. Agency funds are used to account for cash collected by elected row officers, for Domestic Relations support payments and delinquent real estate tax payments (Tax Claims).

4. Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues, expenditures, expenses and transfers, and the related assets and liabilities are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds. The primary effect of internal activity has been eliminated from the government-wide financial statements.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**4. Basis of Accounting and Measurement Focus - Continued**

All governmental fund types are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available to finance expenditures of the fiscal period. Available means expected to be collected within sixty days of year-end. Expenditures and transfers out are generally recognized under the accrual basis of accounting when the related liability is incurred except for compensated absences and financing costs / interest on general long-term debt, which is recorded when the payment is due.

The financial statements of agency and proprietary funds are presented on the accrual basis of accounting. Under this method of accounting, all revenues are recorded when earned and expenses are recorded when the liability is incurred. As permitted by GASB Statement No. 20, the County applies all GASB pronouncements, as well as FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989, except those that conflict with or contradict GASB pronouncements, in accounting for its enterprise funds. An enterprise fund may apply all FASB Statements and Interpretations issued after November 30, 1989 (except those that conflict with or contradict GASB pronouncements) or it may apply none of them. The County chose to only apply GASB pronouncements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's ongoing revenues. The principal operating revenues of the County's proprietary funds and internal service fund are discussed in the next section. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

4. **Basis of Accounting and Measurement Focus** - Continued

The Pension Trust Fund and agency funds' financial statements are also prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the pension plan. Administrative costs provided by outside vendors are recorded when incurred, whereas costs for services provided by the County are not recorded on the financial statements of the Pension Trust Fund.

The Pension Trust Fund and agency funds' investments are reported at fair value. Investments traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Other investments are valued based on their liquidation amounts as estimated by the investment fund's management. Investment income is recognized as earned. Gains and losses on sales and exchanges are recognized on the transaction date.

5. **Revenues**

- a. Property taxes collected by the Treasurer within sixty days subsequent to December 31 are recorded as revenue on the statement of revenues, expenditures, and changes in fund balances in the previous year ended.
- b. Federal and state grants are recognized as revenues in the period the related expenditures are incurred, if applicable, or when the County is entitled to the grants. However, these grants are subject to audit and adjustment by grantor agencies. Grant revenues received for expenses, which are disallowed, are repayable to the grantor.
- c. Revenue recognized by HealthChoices is based on the number of Medicaid members within the County at a contracted rate with the Department of Public Welfare.
- d. The receivable balances presented in the accompanying combined balance sheet are recorded at net realizable value.
- e. Patient fees of Friendship Ridge are recognized in the period in which the services are provided.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

5. **Revenues** – Continued

- f. A significant portion of Friendship Ridge's services are provided to patients under hospitalization or other health related benefit contracts with third parties. Such contracts generally provide Friendship Ridge with reimbursement at amounts other than Friendship Ridge's normal billing rates. Differences between amounts reimbursed and standard billing rates are adjusted through the provision for contractual allowances. Friendship Ridge may also receive incentive payments from state and federal programs. These payments are credited to the provision for contractual allowances when received.

6. **Deferred, Unavailable and Unearned Revenues**

Under the modified accrual basis of accounting, revenue is not recognized until it is available to liquidate liabilities of the current period; under accrual accounting, revenue must be recognized as soon as it is earned. Assets received on or prior to the financial statement date for which the revenue recognition requirements have not been met, are posted as unearned revenue on both the statement of net assets and the governmental funds' balance sheet. Certain payments received by the County are considered unearned and not subject to revenue recognition under either the full or modified accrual basis. Other unavailable revenue, in the governmental funds' balance sheet, is due to revenues not recognized because it is not available to liquidate liabilities of the current period.

7. **Expenditures**

Capital asset purchases, relating to non-proprietary fund type assets, are included in current year expenditures in governmental funds and are capitalized in the government-wide statement of net assets. Interest on non-proprietary fund debt is expensed on the Statement of Revenues, Expenditures, and Changes in Fund Balances when paid.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

8. **Cash, Cash Equivalents, Restricted Cash, and Investments**

The County maintains numerous checking accounts for depositing receipts and disbursing expenditures for all governmental fund types. In addition, the County maintains several accounts in the Pennsylvania Local Government Investment Trust (PLGIT) and Pennsylvania Treasurer's Invest Program for Local Governments (Invest Program), which earn interest. Funds are transferred to PLGIT and Invest Program to utilize the surplus of cash, which would otherwise remain idle in the County's checking accounts. The balances maintained in these pooled investment accounts represent the individual interest of each representative fund in the pooled accounts and are recorded at cost, which approximates fair value.

Investments of the Pension Trust Fund are either stated at fair value as determined from prices available in public markets or at estimated liquidation value as determined by investment fund managers.

For purposes of the accompanying Statement of Cash Flows, the County considers all highly liquid investments with a maturity of three months or less when acquired, including restricted cash, to be cash equivalents. Friendship Ridge's restricted cash and investments are not considered cash or cash equivalents.

The County uses derivative transactions for hedging and speculative purposes. Derivatives are exposed to several risks, such as credit risk (the risk of default by the counterparty), market risk (such as the possible adverse effect of a change in interest rates), and legal risk (exposure to an adverse determination concerning the legality of the transactions).

9. **Supplies**

Supplies of Friendship Ridge consist of expendable materials and other supplies and are stated at cost determined by the first-in first-out method.

10. **Prepaid Expenses**

In both the government-wide and fund financial statements, prepaid expenses are recorded as assets in the specific governmental fund in which future benefits will be derived. The prepaid expenses in the fund financial statements are recognized under the consumptions method and consist primarily of prepaid rent.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**11. Capital Assets**

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. Capital assets that have been acquired for general governmental purposes are recorded as expenditures in the governmental funds and are capitalized in the government-wide statement of net assets. All capital assets are recorded at cost, if known, or estimated historical cost. Donated capital assets are recorded at their fair market value on the date of donation. With the exception of enterprise funds, the County uses a threshold of \$2,000 for recording substantially all capital assets. Enterprise funds treat all items with an estimated useful life exceeding one year as capital assets. Depreciation on capital assets recorded in the government-wide statement of net assets is computed using the straight-line method over the estimated useful lives of the related assets.

Estimated useful lives for the County's classes of reported capital assets are as follows:

Vehicles	5 years
Buildings and Land Improvements	40 years
Furniture, Fixtures and Equipment	10 years
Computer Equipment	5 years
Infrastructure	50 years

Public domain (infrastructure), capital assets (e.g. roads, bridges, sidewalks and other assets that are immovable and of value only to the government) and those that were placed in service prior to 2002 are not required to be capitalized until fiscal years beginning after June 15, 2005. Infrastructure assets placed in service on or after January 1, 2002 are capitalized in the government-wide statement of net assets.

**11. Capital Assets - Continued**

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized in the government-wide statement of net assets or the proprietary funds. Major renewals or betterments are capitalized as additions.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Depreciation of Enterprise Fund property, plant and equipment is computed using the straight-line method over the estimated useful lives of the related assets.

**12. Compensated Absences**

The vacation policy for substantially all of the County's employees provides that vacation earned from the prior year's service, granted to employees on January 1 must be taken by December 31 of that same year. The accrual in the government-wide Statement of Net Assets, therefore, represents what was earned through December 31, 2005 granted on January 1, 2006.

Employees, excluding sheriff's deputies and jail guards, may accumulate up to 100 days of sick leave. Sheriff's deputies may accumulate up to a maximum of 150 days of sick leave, while jail guards do not earn sick leave. If sick leave is not used, it is paid to retirement-eligible employees upon retiring. Accumulated sick leave as of December 31, 2005 that is estimated to be paid to employees upon retirement has been recorded in the government-wide Statement of Net Assets under Noncurrent Liabilities because the amount estimated to be paid during 2006 was determined to be insignificant.

**13. Accrued Healthcare Costs**

HealthChoices establishes a liability for Received But Unpaid Claims (RBUC) and Claims Incurred But Not Received (IBNR). The RBUC is calculated by using a weighted average unit cost for claims received and entered into the claims' payment system that have yet to be paid. A total health care liability is also estimated for claims that have been incurred during 2005 that will be paid in the future. The IBNR is calculated as the difference between this total estimated liability less the RBUC liability. These amounts are estimated by the County's third party specialists. Accrued healthcare costs of the Risk Management Fund are calculated internally based on claims history.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS**

**December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**14. Budgets**

The County Board of Commissioners (Commissioners) annually adopts a formal budget for all of the Governmental Fund Types. The following procedures are followed in establishing the budgetary data reflected in the financial statements.

The Controller submits the proposed budget to the Commissioners no less than 30 days prior to the adoption of the budget for the year beginning the following January 1. The proposed budget is adopted no later than December 31, with certain exceptions. Notice of the availability of the proposed budget for public inspection is made at least 20 days prior to the adoption of the final budget.

The Commissioners may at any time, by resolution, make supplemental appropriations for any lawful purpose from any funds on hand or estimated to be received within the fiscal year and not otherwise appropriated, including proceeds of any borrowing now or hereafter authorized by law. Appropriations lapse at year-end if not recorded in the financial statements.

Appropriated budgets are adopted and presented on a modified accrual basis consistent with GAAP by fund, by department and by line-item. Line-items are specific revenues and expenditures, such as taxes, fees, salaries and supplies. This basis of accounting is the same as that used for the fund financial statements. Transfers of appropriations may be requested between line-items within a department or between departments within the same fund. All transfers of appropriations require the approval of the Commissioners. The legal level of control is exercised by fund, department, and management's level of control is at each line-item.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS**

**December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

14. **Budgets** - Continued

Formal budgetary review is employed as a management control during the year for the General Fund, Special Revenue Funds and the Capital Projects Funds. Budget amounts presented in the financial statements are as amended through December 31, 2005.

15. **Encumbrances**

The governmental fund types use encumbrance accounting, under which purchase orders and other commitments are recorded. Open encumbrances are reported as reservations of fund balances and do not constitute expenditures or liabilities since the commitments will be honored, re-appropriated and added to each department's subsequent year's budget.

16. **Net Assets**

HealthChoices receives funds based on a contract between the County and the Commonwealth of Pennsylvania's Department of Public Welfare (Commonwealth). Per the contract, the County must maintain a restricted reserve for equity and a plan of insolvency. As of December 31, 2005, the County has met the equity requirement by maintaining \$1,500,000 in a separate bank account. Assets can be transferred from this account only with the permission of the Commonwealth.

The contract also allows the County to maintain a reserve for risk and contingency in an amount not to exceed 90 days of unpaid claims. The County has met this reserve by restricting \$3,432,000 of cash and investments. Draw-down of these funds requires approval of the Commonwealth.

The County may also, under its contract, reserve earnings for reinvestment in services that are for the primary benefit of medical assistance recipients. The amount of this Reserve for Reinvestment is approximately \$8.9 million as of December 31, 2005, of which approximately \$7.2 million has been approved by the Commonwealth. The County is currently devising and submitting reinvestment plans for the balance of the funds. The Commonwealth must approve the actual expenditure of these funds. All restrictions on net assets are imposed by laws or regulations of the Commonwealth.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

The internal service fund accounts for the self-insured employees' medical health as well as the workers' compensation expenses. The internal service fund reimbursement rate has been revised over the years in an attempt to eliminate the following deficits:

December 31, 2001	\$169,513
2002	20,487
2003	900,270
2004	1,258,006
2005	496,969

During May 2005, the County increased the premium to all of its funds to reduce its internal service fund deficit.

**17. Pending Governmental Accounting Standards Board Pronouncements**

GASB Statement No. 45, "Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions," was issued by the GASB in June 2004. It establishes standards for the measurement, recognition, and display of other post-employment benefits expense/expenditures and related liabilities (assets), note disclosures, and, if applicable, required supplementary information in the financial reports of state and local governmental employers. This statement is required to be implemented for periods beginning after December 15, 2006, and the County has not determined the impact, if any, it will have on the financial statements.

**18. Use of Estimates**

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the reporting period. Actual results could differ from those estimates.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS**

**December 31, 2005 and June 30, 2005**

**NOTE B - PROPERTY TAXES**

Property tax mileage rates are set by a resolution of the Commissioners prior to January 1 of the current year, with certain exceptions. Taxes are payable in the beginning of the current fiscal year through April of the following fiscal year as approved by the Commissioners. After that date the properties are liened and legal action is required to sell real property for tax proceeds.

The County is permitted by the County Code to levy real property taxes up to a maximum of twenty-five mills on every dollar of adjusted valuation.

Property tax revenues for the year ended December 31, 2005 are recorded on the statement of activities net of discounts of \$529,168 and inclusive of penalties amounting to \$163,827. Property taxes receivable are stated net of allowance for uncollectible accounts. The balance in the allowance for uncollectible taxes is \$3,112,900 at December 31, 2005.

**NOTE C - CASH DEPOSITS AND INVESTMENTS**

Statutes allow the County to invest in United States Treasury bills, short-term obligations of the United States Government or the Commonwealth of Pennsylvania, deposits in savings accounts or time deposits of institutions having a place of business in the Commonwealth of Pennsylvania and insured or collateralized in accordance with Act 72, and certificates of deposit limited to twenty per centum of capital and surplus if purchased from a commercial bank and limited to twenty per centum of assets minus liabilities if purchased from a savings and loan association, or other investments, collateralized by the aforementioned federal government securities.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE C - CASH DEPOSITS AND INVESTMENTS - (Continued)**

Pooled Investment Funds are managed by the PLGIT and the Invest Program. The fair value of the position in the PLGIT and the Invest Program is the same as the value of the pools' shares. An oversight committee headed by the Pennsylvania State Treasurer monitors the overall effectiveness of the Invest Program. PLGIT's Board of Trustees and its participants annually select an independent auditing firm to perform a financial audit of the Trust. The pools are composed of a diversified portfolio of short-term securities, such as obligations of the United States Government, repurchase agreements and certificates of deposit collateralized with U. S. Treasury securities, and obligations of U. S. government agencies.

Custodial credit risk is the risk that, in the event of a financial institution failure, the government's deposits or investments will not be returned to its owner. The County does not have a formal deposit policy for custodial credit risk. All of the County's investments at December 31, 2005, except for those of the Pension Trust Fund, are collateralized with securities held by counterparties but not in the County's name. The County does not have a formal policy for custodial risk of investments.

At December 31, 2005, all of the County's cash deposits, except for the pension trust fund, were either insured or collateralized with assets held by the pledging bank's trust department and not in Beaver County's name. At year-end, the carrying amount of the County's cash (except for the Pension Trust Fund) was \$17,100,387 and the bank balance was \$23,437,439. Of this amount, \$500,000 was covered by federal depository insurance. The remaining bank balance of \$22,937,439 was collateralized in accordance with Act 72 of the Commonwealth of Pennsylvania State Legislature, which states that a depository must pledge assets to secure the state and municipal deposits. The pledged assets must at least be equal to the total amount of such assets required to secure all of the public deposits at the depository and may be on a pooled basis. All such pledged assets are held by the pledging financial institution's trust department or agent and not in the County's name.

**Pension Trust Fund**

The County's Pension Trust Fund consists of investments and cash and cash equivalents which were either insured or collateralized with assets held by the pledging bank's trust department and not in Beaver County's name. Of the Fund's total cash deposits on December 31, 2005, all but \$100,000 was not insured. Instead, these deposits were held by a counterparty and collateralized with securities held by the counterparty, but not in the County's name. All of the

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE C - CASH DEPOSITS AND INVESTMENTS - (Continued)**

Fund's investments are covered by brokerage insurance. The County does not have a formal policy to address custodial risk.

Debt securities (other than debt issued by or explicitly guaranteed by the United States government) carry a Standard & Poor's credit rating of AA or higher.

As of December 31, 2005, the Pension Trust Fund's investments, cash and cash equivalents consist of:

	<u>Carrying Amount</u>
<u>Investments:</u>	
Common and Preferred Stocks	\$ 92,430,568
Bonds and Notes:	
U.S. Government and Related Agencies	32,752,215
Corporate Bonds	14,958,556
Interest in Limited Partnership	<u>8,221,465</u>
Total Investments	148,362,804
 <u>Cash and Cash Equivalents:</u>	
Money Market Funds	15,714,474
Cash Deposits	<u>8,041,807</u>
Total Cash and Cash Equivalents	23,756,281
 Total Cash and Investments	 <u>\$ 172,119,085</u>

**Component Unit - BCTA**

At June 30, 2005, the BCTA's cash and cash equivalents had a bank balance of \$856,091 and a book balance of \$795,690.

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits will not be returned. At June 30, 2005, the carrying values of BCTA's cash and cash equivalents consist of:

Cash - FDIC insured	<u>\$ 100,000</u>
Collateralized by securities pledged to a pooled public funds account with the Federal Reserve	  <u>695,690</u>
	 <u>\$ 795,690</u>

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE C - CASH DEPOSITS AND INVESTMENTS - (Continued)**

At year end, the carrying amount of the BCTA's cash was \$795,690 and the bank balance was \$856,091. Of this amount, \$100,000 was FDIC insured. The balance of BCTA's cash and cash equivalents of \$756,091 was collateralized by securities pledged to a pooled public funds account with the Federal Reserve. This was in accordance with Act 72 of the Commonwealth of Pennsylvania State Legislature, which states that a depository must pledge assets to secure the state and municipal deposits.

**Component Unit - CCBC**

At June 30, 2005, the CCBC had a bank balance of \$4,153,871 and a book balance of \$3,989,500. The difference between the bank balance and carrying value shown above represents year-end reconciling items such as deposits in transit and outstanding checks. In accordance with Act number 72-1971 Session of the Commonwealth of Pennsylvania, the above deposits of each of the College's depositories are collateralized by a pool of pledged assets that are maintained with the Federal Reserve System. In addition, the first \$100,000 held at each depository is insured through the Federal Deposit Insurance Corporation (FDIC).

The Community College of Beaver County Foundation's investments at June 30, 2005 are composed of the following:

	<u>Fair Value</u>
Corporate Bonds	\$124,937
Preferred Securities	35,368
Mutual Funds	36,380
Money Market Funds	<u>122,293</u>
	<u>\$318,978</u>

County of Beaver, Pennsylvania

**NOTES TO BASIC FINANCIAL STATEMENTS**  
December 31, 2005 and June 30, 2005

**NOTE D - RECEIVABLES AND PAYABLES**

Receivables at December 31, 2005 were as follows:

	Accounts Receivable	Taxes	Due from Other Governments	Other	Total Receivables
<b>Governmental activities</b>					
General	\$ 869,485	\$6,004,325	\$ 351,681	\$ 695,998	\$ 7,921,489
MH/MR	-	-	401,530	84,916	486,446
Children & Youth	-	-	1,701,686	4,663	1,706,349
Community Development	-	-	685,963	-	685,963
Other governmental	-	-	980,908	187,285	1,168,193
Internal service	-	-	-	66,823	66,823
Allowance for doubtful accounts	869,485	6,004,325	4,121,768	1,039,685	12,035,263
<b>Total - governmental activities</b>	<u>869,485</u>	<u>6,004,325</u> <u>(3,112,900)</u>	<u>4,121,768</u>	<u>1,039,685</u>	<u>8,922,363</u>
<b>Business-type activities</b>					
Friendship Ridge	\$8,550,132	\$ -	\$ -	\$ -	\$ 8,550,132
Health Choices	247,283	-	-	-	247,283
Other proprietary	126,732	-	-	-	126,732
<b>Total - business-type activities</b>	<u>8,924,147</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,924,147</u>
<b>Primary Government Total</b>	<u>9,793,632</u>	<u>2,891,425</u>	<u>4,121,768</u>	<u>1,039,685</u>	<u>17,846,510</u>
<b>Component Units</b>					
BCTA	\$ -	\$ -	\$ 1,563,732	\$ 34,108	\$ 1,597,840
CCBC	\$ -	\$ -	\$ 2,208,173	\$ 298,291	\$ 2,506,464

Payables at December 31, 2005, consisted of amounts due to vendors for goods and services provided to the County.

County of Beaver, Pennsylvania

NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005

NOTE E - INTERFUND BALANCES AND TRANSFER

*Interfund Balances*

The County reports interfund balances among all of its funds. The balances for nonmajor governmental and business-type activities are aggregated into a single column or row. The total of all balances agrees with the sum of interfund balances presented in the statements of net assets / balance sheet for governmental funds and for proprietary funds. All interfund balances are expected to be repaid within one year.

	General Fund	Children & Youth	MH/MR	Due from				Health Choices	Other Nonmajor Business-Type	Total
				Community Development	Nonmajor Governmental					
General Fund	\$ -	\$ 990,150	\$ 108,053	\$ 15,084	\$ 582,149			\$ 15,147	\$ 178,053	\$ 1,888,636
Children & Youth	553,785	-	-	-	-			-	-	553,785
Other Nonmajor Governmental	391,246									391,246
MH/MR	139,887	-	-	-	-			-	-	139,887
FriendshipRidge	73,635	-	-	-	-			-	-	73,635
Total	<u>\$1,158,553</u>	<u>\$ 990,150</u>	<u>\$ 108,053</u>	<u>\$ 15,084</u>	<u>\$ 582,149</u>			<u>\$ 15,147</u>	<u>\$ 178,053</u>	<u>\$ 3,047,189</u>

Children & Youth's balance due to the General Fund includes a quarterly administrative reimbursement of \$893,933, while the remaining \$96,217 is due to a time lag of payment dates between funds.

Included in the Other Nonmajor Governmental Funds column is a loan of \$109,054 to the FAA Projects Fund and \$32,000 to the Victim Witness Fund.

County of Beaver, Pennsylvania

NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005

**NOTE E - INTERFUND BALANCES AND TRANSFERS - (Continued)**

Other Nonmajor Business-Type Fund transfers consist of \$178,053 due from the Emergency Services Fund for their fourth quarter salary expense reimbursement.

The amount due from the General Fund to the MH/MR Fund represents the remaining County match for 2005.

The amount due from the General Fund to Other Nonmajor Governmental Funds represents a County match for 2005 to Domestic Relations.

The \$8,750 represents a loan repayment from the FAA Projects Fund to the General Fund; however, the original loan came from the 1996 Bond Fund. Therefore the General Fund owes the 1996 Bond Fund \$8,750.

The amount due from the General Fund to Friendship Ridge represents amounts advanced to the General Fund.

All remaining balances resulted from the time lag of payment dates between funds.

County of Beaver, Pennsylvania

NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005

NOTE E - INTERFUND BALANCES AND TRANSFERS - (Continued)

Interfund Transfers

Interfund transfers for the year ended December 31, 2005, consisted of the following:

	Transfer from			Total
	General Fund	HealthChoices	Friendship Ridge	
General Fund	\$ -	\$ -	\$ -	-
Friendship Ridge	363,301	773,250	-	1,136,551
Total	\$ 363,301	\$ 773,250	\$ -	\$ 1,136,551

The \$363,301 transfer from the County's General Fund to Friendship Ridge consists of all indirect costs allocated to Friendship Ridge.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE F - LAND, BUILDINGS, IMPROVEMENTS AND EQUIPMENT**

During 1996, the County contracted with an appraisal company to provide a detailed fixed asset listing that included acquisition cost and acquisition year. The dates of acquisition and acquisition costs were either furnished by the County or estimated using reverse-trending techniques applied against the estimate of current replacement cost. The actual or estimated historical cost determined by the appraisal and transactions that occurred subsequent to the appraisal are reported in the government-wide statement of net assets.

Depreciation and amortization was charged to functions as follows:

Governmental activities:	
General Government	\$ 917,414
Judicial	213,358
Public Safety	721,119
Public Works and Enterprise	808,305
Culture, Recreation, and Conservation	182,728
Human Services	<u>1,106,036</u>
Total	<u>\$ 3,948,960</u>

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE F - LAND, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - (Continued)**

The following is a summary of changes in capital assets for governmental activities during 2005:

	Balance at January 1, <u>2005</u>	<u>Additions</u>	<u>Disposals</u>	Balance at December 31, 2005
Not being depreciated:				
Land	\$ 1,874,354	\$ -	\$ -	\$ 1,874,354
Other capital assets:				
Buildings and Improvements	82,753,036	1,229,634	(553,072)	83,429,598
Vehicles	2,478,399	132,528	(51,346)	2,559,581
Furniture and Equipment	13,358,036	1,459,581	-	14,817,617
Infrastructure	<u>1,694,988</u>	<u>3,207,525</u>	<u>-</u>	<u>4,902,513</u>
	<u>100,284,459</u>	<u>6,029,268</u>	<u>(604,418)</u>	<u>105,709,309</u>
Accumulated Depreciation:				
Buildings and Improvements	(16,782,452)	(2,636,950)	186,662	(19,232,740)
Vehicles	(2,120,621)	(137,045)	51,346	(2,206,320)
Furniture and Equipment	(9,859,774)	(1,108,990)	-	(10,968,764)
Infrastructure	<u>(73,127)</u>	<u>(65,975)</u>	<u>-</u>	<u>(139,102)</u>
	<u>(28,835,974)</u>	<u>(3,948,960)</u>	<u>238,008</u>	<u>(32,546,926)</u>
Net other capital assets	<u>71,448,485</u>	<u>2,080,308</u>	<u>(366,410)</u>	<u>73,162,383</u>
Net capital assets	<u>\$73,322,839</u>	<u>\$ 2,080,308</u>	<u>\$ (366,410)</u>	<u>\$75,036,737</u>

The above assets as of December 31, 2005, include \$8,699,804 relating to capitalized leases and \$2,076,705 relating to accumulated amortization.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**December 31, 2005 and June 30, 2005**

**NOTE F - LAND, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - (Continued)**

Depreciation and amortization was charged to functions as follows:

Business-type activities:	
Friendship Ridge	\$ 1,385,420
Health Choices	12,364
Emergency Services 911	<u>91,203</u>
Totals	<u>\$ 1,488,987</u>

The following is a summary of changes in capital assets for business-type activities during 2005:

	Balance at January 1, <u>2005</u>	<u>Additions</u>	<u>Disposals</u>	Balance at December <u>31, 2005</u>
Not being depreciated:				
Land	\$ 42,075	\$ -	\$ -	\$ 42,075
Construction in Progress	<u>174,357</u>	<u>1,304,203</u>	<u>(1,464,076)</u>	<u>14,484</u>
	<u>216,432</u>	<u>1,304,203</u>	<u>(1,464,076)</u>	<u>56,559</u>
Other capital assets:				
Buildings and Improvements	10,668,894	1,513,480	(1,813)	12,180,561
Furniture and Equipment	<u>27,382,963</u>	<u>558,827</u>	<u>(12,129)</u>	<u>27,929,661</u>
	<u>38,051,857</u>	<u>2,072,307</u>	<u>(13,942)</u>	<u>40,110,222</u>
Accumulated Depreciation:				
Buildings and Improvements	(6,239,933)	(328,127)		(6,568,060)
Furniture and Equipment	<u>(19,667,600)</u>	<u>(1,160,861)</u>	-	<u>(20,828,461)</u>
	<u>(25,907,533)</u>	<u>(1,488,988)</u>	-	<u>(27,396,521)</u>
Net other capital assets	<u>12,144,324</u>	<u>583,319</u>	<u>(13,942)</u>	<u>12,713,701</u>
Net capital assets	<u>\$12,360,756</u>	<u>\$ 1,887,522</u>	<u>(\$1,478,018)</u>	<u>\$12,770,260</u>

Construction in progress consists of future building improvements at Friendship Ridge included under other assets in the government-wide Statement of Net Assets and the Statement of Net Assets, Proprietary Funds.

Included under the caption depreciation and amortization in the statement of net assets, proprietary funds, is amortization by Friendship Ridge of capitalized bond financing costs.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE F - LAND, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - (Continued)**

**Component Unit- BCTA**

The following is a summary of BCTA's property accounts as of June 30, 2005:

		Estimated Useful Lives
Land	\$ 3,286,121	N/A
Buildings and Improvements	14,123,474	30
Tangible Transit Operating Property	10,051,537	5 - 12
Furniture and Equipment	<u>1,076,813</u>	4 - 5
	28,537,945	
Less Accumulated Depreciation	<u>(8,630,907)</u>	
	<u>\$ 19,907,038</u>	

Depreciation expense for the year ended June 30, 2005, amounted to \$1,449,790.

**Component Unit - CCBC**

The following is a summary of CCBC's property accounts as of June 30, 2005:

		Estimated Useful Lives
Land	\$ 952,288	N/A
Buildings and Improvements	17,193,510	25-50
Furniture and Equipment	<u>4,830,111</u>	5-20
	22,975,909	
Less Accumulated Depreciation	<u>(14,930,412)</u>	
	<u>\$ 8,045,497</u>	

Depreciation expense for the year ended June 30, 2005, amounted to \$601,901.

## County of Beaver, Pennsylvania

### NOTES TO BASIC FINANCIAL STATEMENTS December 31, 2005 and June 30, 2005

#### NOTE G - EMPLOYEE RETIREMENT PLAN

##### 1. Plan Description

The County sponsors the Beaver County Employees' Pension Plan (the Plan), a single-employer, defined benefit pension plan covering substantially all of its employees. The Plan provides retirement, disability, and death benefits to plan members and their beneficiaries. Administration of the Plan is provided by the Beaver County Employees' Retirement Board (Retirement Board), consisting of the Board of County Commissioners, the County Controller, and the County Treasurer. Cost-of-living adjustments are provided at the discretion of the Retirement Board.

The Plan is established, administered, and funded under the authority of the "County Pension Law", Act 96 of 1971, as amended, enacted by the General Assembly of the Commonwealth of Pennsylvania. There is no stand-alone financial report of the Plan and the Retirement Board does not issue a public report including the Plan.

As of January 1, 2006, the date of the last available actuarial report, employee membership data related to the pension plan was as follows:

Retirees and beneficiaries currently receiving benefits	494
Terminated employees not yet receiving benefits	<u>38</u>
	<u>532</u>
Active plan participants:	
Vested	1,031
Nonvested	<u>382</u>
	<u>1,413</u>

The Plan provides pension benefits for normal retirement at age 60 or at age 55 with 20 or more years of completed service based on a formula including final average salary and years of credited service, in addition to the member's accumulated contribution to the Plan. Early retirement is available at an earlier age as specified by the Plan. Members become vested after 5 years of service.

##### 2. Funding Policy, Annual Pension Cost, Net Pension Obligation and Contributions

The Plan requires participants to contribute a minimum of 9%, but not more than 19%, of their salary depending on the participant's employment class and wage, and on current actuarial determinations. All full-time employees and part-time employees expected to complete 1,000 hours of service in a twelve-month period when employed are required to participate in the system.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE G - EMPLOYEE RETIREMENT PLAN - (Continued)**

2. Funding Policy, Annual Pension Cost, Net Pension Obligation and Contributions - Continued

The Beaver County Employees' Retirement System funding policy provides for periodic employer contributions at actuarially determined rates that are necessary to accumulate sufficient assets to pay benefits when due. The annual pension cost for 2005 was determined as part of an actuarial valuation as of January 1, 2005 using the aggregate actuarial cost method. This actuarial method does not identify or separately amortize unfunded actuarial liabilities.

During December 2005, the County issued the Federally Taxable General Obligation Pension Bonds Series of 2005 (see Note J) to partially fund the 2005 annual required contribution and in an attempt to reduce volatility of contributions for future pension contributions.

The annual pension cost and net pension obligation (asset) for the current year were as follows:

Annual required contribution	\$ 3,737,244
Interest on net pension obligation	-
Adjustment to the annual required contribution	-
Annual pension cost	3,737,244
Contributions made	15,270,758
Increase (decrease) in net pension obligation	(11,533,514)
Net pension obligation, beginning of year	-
Net pension obligation (asset), end of year	<u>\$ (11,533,514)</u>

Three-year Trend Information:

<u>Fiscal Year</u> <u>Ending</u>	<u>Annual Pension</u> <u>Cost (APC)</u>	<u>Percentage of</u> <u>APC Contributed</u>	<u>Net Pension</u> <u>Obligation (asset)</u>
December 31, 2005	\$3,737,244	409%	\$(11,544,892)
December 31, 2004	\$3,652,159	100%	\$ -
December 31, 2003	\$3,325,708	100%	\$ -

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE G - EMPLOYEE RETIREMENT PLAN - (Continued)**

The information presented above was determined as part of the actuarial valuations for the years indicated. The additional information is for all years presented unless otherwise indicated.

Actuarial cost method	Aggregate actuarial
Asset valuation method	Five-year smoothed market
Actuarial assumptions:	
Investment rate of return	7.5%
Projected salary increase	3.25% in 2003; 3.50% in 2004; 3.75% in 2005
Inflation adjustment	3.0%
Cost-of-living adjustment	100.0% of CPI effective as of January 1, 2000

**3. Reserves**

Under Act 96 of 1971, the Plan is required to maintain the following reserves:

**Members Annuity Reserve Account:**

This reserve represents the total of contributions deducted from the salaries of the active and terminated vested members of the retirement system together with accumulated interest additions. At January 1, 2006, the balance in this account was \$52,988,532 and it was fully funded.

**County Annuity Reserve Account:**

This account represents the reserves set aside for the payment of the County's share of the retirement allowances. When a retirement annuity is scheduled to commence, sufficient monies are transferred from the County Annuity Reserve Account to the Retired Members' Reserve Account to provide for such an annuity. As of January 1, 2006, the balance in this account was \$57,628,956 and it was funded to the extent of the 2005 APC.

**Retired Members' Reserve Account:**

This is the account out of which monthly retirement allowances, including cost-of-living increases and death benefits, are paid. As of January 1, 2006, the balance in this account amounted to a fully funded \$37,241,321.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE G - EMPLOYEE RETIREMENT PLAN - (Continued)**

**Component Unit - CCBC**

CCBC participates in a cost sharing defined benefit multiple-employer Public School Employees' Retirement System (PSERS) established under and administered by authority of the Public School Employees' Retirement Code Act No. 96 of October 2, 1975, as amended (24 Pa. C.S. 8101-8535). PSERS is a component unit of the Commonwealth of Pennsylvania. A brief summary of the plan's provisions are as follows:

- |                             |  |
|-----------------------------|--|
| <b>Pension Benefits-</b>    | Eligible participants are entitled to a normal retirement allowance totaling 2.5% of the participants' final average compensation, as defined, multiplied by the number of years of credited service. Full vesting is reached after 10 years of credited service. The plan provides for retirement, death and disability benefits, legislatively mandated ad hoc cost-of-living adjustments, and healthcare insurance premium assistance to qualifying annuitants. Early retirement is an additional feature of this plan. |
| <b>Retirement Age-</b>      | Participants may retire with normal benefits at age 62, age 60 with 30 or more years of service, or with 35 years of service regardless of age.  |
| <b>Death Benefits-</b>      | When a participant dies in active service after attaining age 62 or 10 years of service, the beneficiary is entitled to a death benefit equal to the benefit which would have been effective if the member retired on the day before death.  |
| <b>Disability Benefits-</b> | A participant who becomes disabled after completing 5 years of credited service is eligible for an annuity totaling 2.5% of the final average salary, as defined, multiplied by the number of years of credited service, but not less than one-third of such salary, nor greater than the benefit the member would have had at normal retirement age.  |

The employer and employee obligations to contribute are established by authority of the aforementioned Public School Employees' Retirement Code and require contributions by active members, participating employers, and the Commonwealth.

Contributions required of employers are based upon an actuarial valuation. For fiscal year ended June 30, 2005, the rate of employer contribution was 4.23% of covered payroll. This rate is comprised of a 0.23% rate for health insurance premium assistance and a pension rate of 4.00%. Pension expense for CCBC for the year ended June 30, 2005 totaled \$39,376 based on a total covered payroll of \$930,875.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE G - EMPLOYEE RETIREMENT PLAN - (Continued)**

**Component Unit - CCBC - (Continued)**

Active members who joined the system prior to July 22, 1983, contribute at 5.25% (Membership Class TC) or at 6.5% (Membership Class TD) of the member's qualifying compensation. Members who joined the System on or after July 22, 1983 and who were active or inactive as of July 1, 2001, contribute at 6.25% (Member Class TC) or at 7.5% (Member Class TD) of the member's qualifying compensation. Members who joined the System after June 30, 2001 contribute at 7.5% (automatic Membership Class TD). CCBC employees contributed \$142,053 to the plan for the year ended June 30, 2005.

The PSERS issues a comprehensive annual financial report that includes financial statements and required supplementary information of the plan. A copy of the report may be obtained by writing to Barbara D. Flurie, Office of Financial Management and Budget, Public School Employees Retirement System, P.O. Box 125, Harrisburg, PA 17108-0125.

**NOTE H - DEFERRED COMPENSATION PLAN**

The County offers its employees a deferred compensation plan established in accordance with Internal Revenue Code Section 457. The Beaver County, PA Deferred Compensation Plan No. 638001, (the Plan), a single employer defined contribution plan, is available to substantially all County employees, and permits them to defer a portion of their compensation until future years. In July 2005, the county switched the Plan's administrator from Nationwide Retirement Solutions, Inc. to Invesmart of Pittsburgh Inc. For the year ended December 31, 2005, total employee contributions amounted to \$418,258. There were no employer contributions for this same period. Participation in the Plan is optional. The deferred compensation is not available to employees until termination, retirement, death or an unforeseeable emergency. During 1997, the County placed all assets in the Plan in a custodial account. As a result, and in accordance with GASB Statement No. 32, the Plan's assets have been removed from the County's Agency Fund.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE H - DEFERRED COMPENSATION PLAN - (Continued)**

**Component Unit - BCTA**

The BCTA maintains the Beaver County Transit Authority's Simplified Employees Pension Plan, a single-employer defined contribution plan. Plan provisions and contribution requirements are established and may be amended under provisions of Section 408 of the Internal Revenue Code. The BCTA is the plan's administrator and it agrees to contribute 9% of the participants' salaries, but not exceeding the federally mandated maximum for such a plan. All full-time employees with two full calendar years of service and certain other employees are eligible to participate in the plan. Participants are not entitled to contribute to the plan.

**Component Unit - BCTA - (Continued)**

BCTA's contributions amounted to approximately \$69,361 for the year ended June 30, 2005. Plan assets are invested in a diversified portfolio that consists of debt and equity securities.

**Component Unit - CCBC**

CCBC established a Teachers Insurance and Annuity Association/College Retirement Equities Fund (TIAA-CREF) under Section 403 (b) of the Internal Revenue Code for eligible employees. This TIAA-CREF is a single-employer defined contribution plan administered by CCBC. Under the plan, individual contracts are entered into for covered employees. Employees are fully vested, and the contract fully funded, in accordance with the terms of the contract. Employee contributions are 5% of covered compensation. Employer contributions vary according to compensation levels and the employees' position at CCBC. During the year ended June 30, 2005, CCBC contributed \$497,492 to this retirement plan.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE I - SHORT-TERM DEBT**

On January 3, 2005, the County entered into a tax revenue anticipation note agreement with a financial institution for the purpose of meeting current expenditures. The note provided for borrowings of \$7,000,000 bearing interest at an annual rate of 3.68%. All outstanding principal and accrued interest was satisfied prior to the note's maturity date of June 30, 2005.

**Component Unit - BCTA**

BCTA entered into a \$500,000 demand line of credit agreement with a financial institution on February 20, 2004. The terms of the agreement include interest payable monthly on the outstanding balance at a rate of 4%. BCTA has pledged certain federal and state grant proceeds as collateral for this obligation. There are no outstanding balances as of June 30, 2005.

**Component Unit - CCBC**

On July 28, 2004, CCBC entered into a working capital line of credit note for \$1,500,000. The terms of the note outline two variable per annum rates of interest based in part on the London Interbank Offering Rate. The general revenues of CCBC serve as collateral on this note.

County of Beaver, Pennsylvania

**NOTES TO BASIC FINANCIAL STATEMENTS**  
December 31, 2005 and June 30, 2005

**NOTE J - LONG-TERM LIABILITIES**

The following summarizes the long-term debt activity for the year ended December 31, 2005.

	Interest Rate	Issued	Maturity	Payable at January 1, 2005	Issuance	Retirements	Interest Accrued/ Amortization of Related Items	Payable at December 31, 2005
<u>Governmental Activities</u>								
<u>General Obligation</u>								
<u>Bonds:</u>								
Construction Fund	Varies	05/16/1986	09/01/2010	\$ 4,041,422	\$ -	\$ 860,000	\$ 310,532	\$ 3,491,954
Series of 1997	4.00 - 5.30	10/15/1997	10/01/2026	60,465,000	-	195,000	-	60,270,000
Refunding Series A of 2003	1.15 - 2.15	07/01/2003	07/01/2008	4,207,035	-	1,095,000	23,457	3,135,492
Series A of 2005	2.50 - 4.25	07/28/2005	09/01/2025	-	3,125,000	-	-	3,125,000
				<u>68,713,457</u>	<u>3,125,000</u>	<u>2,150,000</u>	<u>333,989</u>	<u>70,022,446</u>
<u>Other general long-term</u>								
<u>liabilities:</u>								
Pennsylvania Finance Authority ("PFA") Series 2002 Bonds	2.50 - 5.10	02/01/2002	09/01/2022	4,030,000	-	155,000	-	3,875,000
Pension Bond of 2005	4.75 - 5.65	12/22/2005	12/15/2030	-	13,675,000	-	-	13,675,000
PFA Series A of 2005	3.75 - 5.60	05/27/2005	10/01/2029	-	3,240,000	-	-	3,240,000
Total Governmental Activities				<u>\$72,743,457</u>	<u>\$20,040,000</u>	<u>\$ 2,305,000</u>	<u>\$ 333,989</u>	<u>\$90,812,446</u>

*Note: The General Obligation Bonds issued May 1986 are stated at their present value of required future payments.*

County of Beaver, Pennsylvania

NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005

NOTE J - LONG-TERM LIABILITIES - (Continued)

<u>Business-Type Activities</u> <u>General Obligation Bonds:</u>	<u>Interest</u> <u>Rate</u>	<u>Issued</u>	<u>Maturity</u>	<u>Payable at</u> <u>January 1,</u> <u>2005</u>	<u>Issuance</u>	<u>Retirements</u>	<u>Interest</u> <u>Accrued</u>	<u>Payable at</u> <u>December</u> <u>31, 2005</u>
Series of 1998	3.45 - 4.25	11/15/1998	01/15/2013	\$ 4,231,532	\$ -	\$ 410,000	\$ 16,496	\$ 3,838,028
Series B of 2003	1.15 - 3.20	07/01/2003	07/01/2013	1,273,884	-	130,000	128	1,144,012
Total Business-Type Activities				<u>\$ 5,505,416</u>	<u>\$ -</u>	<u>\$ 540,000</u>	<u>\$ 16,624</u>	<u>\$ 4,982,040</u>

The following is a brief description of the outstanding debt issues of the County:

In May of 1986, the County issued \$16,270,000 of General Obligation Bonds, Series of 1986 for the purpose of funding capital projects. On this total amount, \$7,670,000 borne interest at rates ranging from 4.75% to 7.5% and was paid over the period from 1986 until it was advance-refunded in 1993. The remaining part of this series, in the amount of \$8,600,000 was issued as zero coupon bonds, yielding a principal amount of \$1,980,674. This series is being retired in semi-annual payments of \$430,000 started in 2001 and continuing through 2010. The discount rate on the zero coupon bonds was determined at the time of issue, ranging from 7.678% to 7.955%. The interest discount rate on the zero coupon bonds outstanding at December 31, 2005 ranges from 7.683% to 7.942%.

The General Obligation Bonds, Series of 1996, are considered to be legally defeased. Trust account assets and liabilities for these defeased bonds are not included in the accompanying financial statements. At December 31, 2005, \$56,965,000 of these bonds are outstanding.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE J - LONG-TERM LIABILITIES - (Continued)**

In 1997, the County issued \$61,060,000 of General Obligation Bonds, Series of 1997, for the purpose of refunding the General Obligation Bonds, Series of 1996. These bonds mature in various lots from 1999 through 2026, payable annually. Interest is paid semi-annually at rates ranging from 4.0% to 5.3%.

In November of 1998, the County issued \$6,250,000 of General Obligation Bonds, Refunding Series of 1998, for the purpose of refunding the General Obligation Bonds, Series of 1996, Geriatric Center (a series distinct from the Series of 1996 mentioned above). None of this defeased debt remains outstanding. These bonds mature annually in various lots through 2013. Interest is paid semi-annually at rates ranging from 3.45% to 4.25%. The advance refunding resulted in a reacquisition price that exceeded the net carrying amount of the defeased debt by \$247,446. This difference, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to expense through maturity using the straight-line method.

During February of 2002, the County entered into a loan agreement with the Pennsylvania Finance Authority (PFA) to borrow \$4,325,000 for the purpose of building a parking garage adjacent to the Courthouse. The County's payments under this loan agreement match the debt service requirements on the PFA's Guaranteed Revenue Bonds, Series B of 2002, of which the County is a guarantor. These bonds mature in annual lots starting in 2003 through 2022 and bear interest at ranges starting at 2.50% through 5.10%. The County is subject to several restrictive covenants as described in the aforementioned loan agreement that the County believes itself to be in compliance with.

During 2003, the County issued \$5,375,000, with a discount of \$10,737, in General Obligation Bonds, Refunding Notes, Series A of 2003, with interest rates ranging from 1.15% to 2.15% to, in part, advance refund \$5,020,000 of the outstanding General Obligation Bonds, Refunding Series A of 1993. Proceeds of \$5,132,414 were deposited in an escrow account to provide for the future debt service of the Refunding Series A of 1993, which was called as of October 2003. As a result of this advance refunding, the County increased its debt service by \$89,789. However the County did obtain an economic gain, which is the difference between the present values of the old and new debt service payments of \$172,677.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE J - LONG-TERM LIABILITIES - (Continued)**

During 2003, the County issued \$1,405,000 of General Obligation Bonds, Series B of 2003, with interest rates ranging from 1.15 % to 3.20% to fund capital projects at Friendship Ridge. These bonds mature in annual lots from 2003 through 2013. Bonds maturing after October 1, 2008, can be redeemed at par plus accrued interest at the option of the County. These bonds were also issued at a minor discount which is being amortized on a straight-line basis.

The County entered into a loan agreement with the PFA on May 27, 2005, in the amount of \$3,240,000. The majority of these proceeds were granted to a local performing arts center for construction. The County's payments under this loan agreement equal the debt service requirements on the PFA's Federal Taxable Guaranteed Revenue Bonds, Series A of 2005, of which the County is a guarantor. The interest rates range from 3.75% through 5.60%. Mandatory bond sinking fund requirements for certain principal redemptions take effect starting in 2008. Effective October 1, 2015, and thereafter, the County has the right to extinguish any or all debt outstanding through this loan agreement with the PFA. The County is subject to several restrictive covenants as described in the aforementioned loan agreements that the County believes to have complied with.

On July 28, 2005, the County issued \$3,125,000 in General Obligation Bonds, Series A of 2005, to finance various capital projects planned by the County. Interest is payable semi-annually at coupon rates varying between 2.50% and 4.25%. The bonds mature in installments starting in 2006 and ending in 2025. Principal payments range from \$300,000 to \$815,000. An option redemption feature is included for bonds maturing on or after September 1, 2010. Mandatory bond sinking fund redemptions are required for certain maturities due on or after September 1, 2016.

On December 22, 2005, the County issued \$13,675,000 of Federally Taxable General Obligation Pension Bonds, Series of 2005, with the intent of reducing volatility in annual required contributions to the County's retirement system. The proceeds of these bonds, net of issuance costs and discounts, were contributed to the County retirement system's trust fund. Interest is payable semi-annually in a range of rates between 4.75% and 5.65%. Principal matures in installments starting in 2007 and throughout 2030. Principal payments range from \$320,000 to \$4,530,000. Mandatory bond sinking fund requirements take place for principal maturities after December 25, 2015.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**December 31, 2005 and June 30, 2005**

**NOTE J - LONG-TERM LIABILITIES - (Continued)**

Except for pension bonds, refunding and advance refunding debt issues, all bonds were issued with the purpose of funding construction and capital improvements.

Changes in the rate of interest payable on the various outstanding bonds are determined by the applicable bond indenture.

The following schedule presents the principal amount of each long term debt issue due within one year of the date of these financial statements.

Governmental activities	
Construction Fund	\$ 860,000
1997 Bonds	205,000
PFA Series B of 2002 Bonds	160,000
Series A of 2003	1,100,000
Series A of 2005	300,000
Pension Bond of 2005	-
PFA Series A of 2005	<u>75,000</u>
Total	2,700,000
Business-type activities	
Series of 1998	430,000
Series B of 2003	<u>130,000</u>
Total	<u>560,000</u>
Total Primary Government	<u>\$ 3,260,000</u>

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
**December 31, 2005 and June 30, 2005**

**NOTE J - LONG-TERM LIABILITIES - (Continued)**

The aggregate amount of debt service requirements during the next five years and thereafter is as follows:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2006	\$ 2,700,000	\$ 4,380,605	\$ 560,000	\$ 186,925	\$ 3,260,000	\$ 4,567,530
2007	3,075,000	4,344,221	580,000	162,862	3,655,000	4,507,083
2008	3,475,000	4,279,501	605,000	145,613	4,080,000	4,425,114
2009	3,230,000	4,183,056	625,000	122,996	3,855,000	4,306,052
2010	3,345,000	4,075,777	650,000	98,529	3,995,000	4,174,306
2011-2015	17,845,000	18,121,860	2,095,000	135,143	19,940,000	18,257,003
2016-2020	22,875,000	13,104,075	-	-	22,875,000	13,104,075
2021-2025	27,790,000	6,568,761	-	-	27,790,000	6,568,761
2026-2030	<u>7,350,000</u>	<u>1,022,290</u>	-	-	<u>7,350,000</u>	<u>1,022,290</u>
	91,685,000	60,080,146	5,115,000	852,068	96,800,000	60,932,214
Unamortized Interest	(808,046)	1,118,578	-	-	(808,046)	1,118,578
Deferred loss/ discounts	<u>(64,508)</u>	<u>64,508</u>	<u>(132,960)</u>	<u>132,960</u>	<u>(197,468)</u>	<u>197,468</u>
	<u>\$90,812,446</u>	<u>\$61,263,232</u>	<u>\$4,982,040</u>	<u>\$985,028</u>	<u>\$ 95,794,486</u>	<u>\$62,248,260</u>

The following summarizes other long-term obligation activity for the year ended December 31, 2005.

	<u>Payable at January 1, 2005</u>	<u>Increase</u>	<u>Retirement</u>	<u>Payable at December 31, 2005</u>	<u>Due Within One Year</u>
<b>Governmental Activities</b>					
Capital lease obligations	\$ 8,402,497	\$ -	\$ 155,701	\$8,246,796	\$ 163,942
Compensated absences	449,091	215,295	278,972	385,414	20,000
Early termination benefits	581,746	-	142,451	439,295	152,695
Swaption	1,511,500	-	-	1,511,500	-
Basis Cap	<u>1,360,000</u>	-	-	<u>1,360,000</u>	-
	12,304,834	215,295	577,124	11,943,005	336,637
<b>Business-type Activities</b>					
Capital lease obligation	-	149,237	2,024	147,213	25,386
Early termination benefits	<u>454,028</u>	-	<u>146,858</u>	<u>307,170</u>	<u>307,170</u>
	454,028	149,237	148,882	454,383	332,556
<b>Total County-wide</b>	<u>\$ 12,758,862</u>	<u>\$ 364,532</u>	<u>\$ 726,006</u>	<u>\$ 12,397,388</u>	<u>\$ 699,193</u>

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE J - LONG-TERM LIABILITIES - (Continued)**

Typically, long-term liabilities reported by governmental activities other than those arising from the issuance of bonds or other long-term debt agreements are liquidated by the funds incurring such liabilities.

*Capital Lease Obligations*

The County has recorded the following assets in the government-wide Statement of Net Assets under capital lease obligations:

	Governmental Activities	Business-Type Activities
Land	\$ 392,984	\$ -
Buildings	8,306,820	-
Equipment	-	141,774

The County entered into a lease agreement with the PFA during 2002. The lease is for a building to consolidate office locations of the County's human services agencies. These agencies occupied this building beginning in 2003. Construction of this building was financed by the PFA's issue of \$7,865,000 of Guaranteed Lease Revenue Bonds, Series A of 2002. The County is the guarantor of this bond issue and the minimum lease payments over the 342-month term amount to \$14,983,759, which is the amount required for the debt service on the PFA bond. The monthly payment under this lease amounts to \$43,812. The County shall have the right to acquire title to the property for no additional consideration at the earlier of the expiration of the lease or when the bond issue related to the financing of this building is no longer outstanding. Minimum lease payments outstanding as of year-end amount to \$13,537,959.

A second lease agreement was entered into in 2002 between the County and the City of Beaver Falls. The lease is for a building to house the Community Development Program of Beaver County and a parking lot. Remaining lease payments amount to approximately \$664,000 for a term ranging through September 2026. Payments under this lease are due quarterly at \$8,000 each. The building's title passes to the County upon expiration of the lease at no additional cost.

A land lease for the aforementioned buildings is in effect with the PFA. The lease calls for monthly payments through September 2026 amounting to a remaining total of \$597,600. Payments are due monthly at \$2,400 each. The County acquires title to the land upon expiration of the lease at no additional cost.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE J - LONG-TERM LIABILITIES - (Continued)**

On May 15, 2005, the County entered into an agreement of lease and sublease with the PFA for a building known as the Conservation Building. The agreement provides for the County to receive \$700,000 from the PFA as a prepayment of its lease obligation. The agreement further provides for the County to sublease the Conservation Building from the PFA. Minimum lease payments under the sublease amount to \$1,485,982, payable between April 2006 to October 2024, in semiannual installments amounting to from \$2,006 and \$77,006. Any or all payments due on or after October 2015 may be prepaid at the option of the County. In addition, the County has leased this facility to another party. Payments under this lease approximate the PFA's debt service requirements on its Federally Taxable Guaranteed Revenue Bonds, Series B of 2005. The County guarantees the payment of this bond issue.

The transaction involving the Conservation Building has been recognized as a sale with a gain on disposal of \$333,590 recorded in the statement of activities.

Beginning in 2005, Friendship Ridge began leasing digital reproduction equipment for a five-year term. A bargain purchase option is available to the County at the end of the lease term. Minimum lease payments as of December 31, 2005, amount to \$179,093, which have monthly installments of \$3,035.

The County leased certain equipment for the operation of its Emergency Services 9-1-1 Center. A bargain purchase option was exercised in 2005, when the term of the lease expired. Though the lease was paid off in 2003, the lease provided that the County may use the equipment for an additional two years for a nominal service fee. The amortization expense for the year was \$49,734.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE J - LONG-TERM LIABILITIES - (Continued)**

The following schedule summarizes future minimum lease payments due.

	<u>Governmental Activities</u>				<u>Business-type Activities</u>	
	<u>Human Services Building</u>	<u>Land</u>	<u>Community Development Building</u>	<u>Total Minimum Lease Payments</u>	<u>Office Equipment</u>	<u>Total Minimum Lease Payments</u>
2006	\$ 525,746	\$ 28,800	\$ 32,000	\$ 586,546	\$ 36,426	\$ 36,426
2007	525,746	28,800	32,000	586,546	\$ 36,426	36,426
2008	525,746	28,800	32,000	586,546	\$ 36,426	36,426
2009	525,746	28,800	32,000	586,546	\$ 36,426	36,426
2010	525,746	28,800	32,000	586,546	\$ 33,389	36,426
2011-2015	2,628,730	144,000	160,000	2,932,730	-	-
2016-2020	2,628,730	144,000	160,000	2,932,730	-	-
2021-2025	2,628,730	144,000	160,000	2,932,730	-	-
2026-2030	2,628,730	21,600	24,000	2,674,330	-	-
2031-2032	<u>394,309</u>	<u>-</u>	<u>-</u>	<u>394,309</u>	<u>-</u>	<u>-</u>
Totals	13,537,959	597,600	664,000	14,799,559	179,093	3,503,388
Less:						
Amount representing Interest Costs	<u>(6,062,946)</u>	<u>(231,558)</u>	<u>(258,259)</u>	<u>(6,552,763)</u>	<u>(31,880)</u>	<u>(7,139,380)</u>
Present value	<u>\$7,475,013</u>	<u>\$366,042</u>	<u>\$ 405,741</u>	<u>\$ 8,246,796</u>	<u>\$ 147,213</u>	<u>\$3,635,992</u>

The interest rates used to calculate the amount representing interest costs were obtained from the individual lease agreements. The interest rate for governmental activities is 5.16% and for business-type activities is 8.13%.

# County of Beaver, Pennsylvania

## NOTES TO BASIC FINANCIAL STATEMENTS December 31, 2005 and June 30, 2005

### NOTE J - LONG-TERM LIABILITIES - (Continued)

Minimum lease payments due within one year are reported as follows in the government-wide Statement of Net Assets.

	Human Services <u>Building</u>	<u>Land</u>	Community Development <u>Building</u>	Total Government <u>Activities</u>	Business-type <u>Activities</u>	<u>Total County-wide</u>
2006	\$525,746	\$ 28,800	\$ 32,000	\$ 586,546	\$36,426	\$ 622,972
Less: Amount representing Interest costs	<u>(383,148)</u>	<u>(18,691)</u>	<u>(20,765)</u>	<u>(422,604)</u>	<u>(11,040)</u>	<u>(433,644)</u>
Present value	<u>\$142,598</u>	<u>\$ 10,109</u>	<u>\$ 11,235</u>	<u>\$ 163,942</u>	<u>\$ 25,386</u>	<u>\$ 189,328</u>

#### *Swaption*

The County has entered into a contract that provides a counterparty the right to refund the 1997 Bonds between October 1, 2007 and October 1, 2009. In exchange for the County's right to relinquish the 1997 Bonds, the County received \$1,511,500 ("Swaption") in December, 2002, which it recorded as a non-current liability in the Statement of Net Assets. This agreement's fair value (as calculated by a forecast of discounted expected cash flows) approximates its carrying amount. The transaction was initiated because the County estimates the financial outcome is more favorable than under the original terms of the 1997 Bonds. Should the counterparty forfeit its right to exercise the option to refund the 1997 Bonds, the County could be subject to a termination payment to the counterparty.

#### *Basis Cap*

During September 2004, the County received \$1,360,000 (net of \$255,000 in fees) from a counterparty as part of an agreement for a financial instrument known as "Basis Cap." The agreement provides for the County to pay certain amounts every month if a prescribed relationship between two interest rate indices takes place. Payments, if any are due, would start no sooner than October 1, 2007, and would end no later than the date the last principal installment payment on the 1997 Bonds is made. The fair value of the Basis Cap is calculated by a forecast of discounted expected cash flows and it approximates its carrying value. The County believes the final economic outcome of this transaction will be favorable.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE J - LONG-TERM LIABILITIES - (Continued)**

Termination payments under certain conditions may be required by either party to the agreement.

The following schedule summarizes the components of the disclosures of the non-current liabilities on the government-wide Statement of Net Assets:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Due within one year		
Long term debt	\$ 2,700,000	\$ 560,000
Obligations under capital lease	163,942	25,386
Compensated absences	20,000	-
Early termination benefits	152,695	307,170
Total	<u>\$ 3,036,637</u>	<u>\$892,556</u>
Due in more than one year		
Long term debt	\$ 88,112,446	\$4,422,040
Obligations under capital lease	8,082,854	121,827
Compensated absences	365,414	-
Early termination benefits	286,600	-
Swaption	1,511,500	-
Basis Cap	1,360,000	-
Total	<u>\$99,718,814</u>	<u>\$4,543,867</u>

**Component Unit – CCBC**

In February of 1998, the Pennsylvania Finance Authority (PFA) issued \$9,195,000 in PFA Revenue Bonds, Series of 1998. In connection with the issuance of these bonds, the PFA entered into a loan agreement with CCBC for the purpose of refinancing the prior loan agreement with the PFA, based on the PFA Revenue Bonds, Series A of 1994, and to fund certain expenditures. The loan agreement called for PFA to loan the proceeds of the bonds to CCBC and for CCBC to make payments equal to the debt service requirements of the bonds. The bonds mature in annual lots through 2020 with the lots bearing interest at rates ranging from 3.60% to 4.875%. Interest is payable semi-annually. The bonds can be redeemed early at the option of the PFA.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE J - LONG-TERM LIABILITIES - (Continued)**

**Component Unit – CCBC – (Continued)**

As is the case with the current agreement, CCBC was responsible for the debt service on the PFA Revenue Bonds, Series A of 1994, under the prior loan agreement. Once the PFA advance refunded these bonds by depositing the proceeds of the PFA Revenue Bonds, Series of 1998, into an irrevocable trust to provide for the debt service on the Series A of 1994, this series, and hence the 1994 loan agreement, were considered to be defeased. As of June 30, 2004, the amount of defeased debt outstanding on the Series of 1994 bond issue is \$6,095,000. In accordance with GASB Statement 23, "Accounting and Reporting for Refunding of Debt for Proprietary Activities," the excess of the reacquisition price over the net carrying amount of refunded debt is recorded as a reduction to long-term debt on the statement of net assets and amortized over the shorter of the term of the refunding issue or refunded bonds. CCBC incurred a deferred refunding loss of \$569,680, which is being amortized over the life of the refunding issue using the straight-line method. During the year ended June 30, 2005, CCBC amortized \$26,092 of this loss.

On July 28, 2003, CCBC borrowed \$310,000 in the form of a Term Loan Note in order to finance the purchase of a Radar Simulator. The terms of the note call for the monthly payment of principal and interest of \$5,605 for a period of five years at an interest rate of 3.25%. The note is scheduled to mature on July 28, 2008. The equipment purchased serves as collateral on the note.

CCBC is the lessee for various equipment and facilities. All of these leases are of the operating type. Payments are due monthly. Total lease expense for the year ended June 30, 2005, amounted to \$328,758.

**NOTE K – CONTINGENCIES**

The County participates in a number of federal and state assisted grant programs. These grants are generally subject to program compliance audits by the grantors. Such audits could result in expenditures being disallowed and funds being due back to the grantor agencies. The amount of expenditures that may be disallowed in the future, if any, cannot be determined at this time.

The County is party to claims and other legal proceedings. Such claims and other legal proceedings include, but are not limited to, employment, civil right, personal

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE K - CONTINGENCIES - (Continued)**

injury matters and failure to develop a stormwater management plan. Management has provided for certain matters, where considered necessary, in the financial statements. For other claims, management is of the opinion that these matters will not have a material effect on the County's financial position.

**Component Unit - BCTA**

The BCTA's state and federally funded programs are subject to audit by various governmental agencies. The BCTA is potentially liable for any expenditures disallowed by the results of these audits. Management is not aware of any items of noncompliance which would result in the disallowance of program expenditures.

**Component Unit - CCBC**

CCBC's state and federally funded programs are subject to audit by various governmental agencies. The college is potentially liable for any expenditure disallowed by the results of these audits. The Commonwealth of Pennsylvania's Office of Labor, Education and Community Services conducts annual audits of CCBC's Claim for Subsidy Reimbursement submitted annually to the Commonwealth. CCBC has received the results of the audits for the years ended June 30, 2001 and 2002. The results of these audits reflect a balance due and owing the Commonwealth of Pennsylvania totaling \$109,068, which was paid in August of 2005. Management is not aware of any additional items of noncompliance which would result in the disallowance of program expenditures.

CCBC's Police Technology Program is currently under review by the Commonwealth of Pennsylvania for compliance with program regulations. CCBC is potentially liable for any costs of program noncompliance not covered by commercial insurance. Initial estimates regarding potential non-covered costs were \$150,000. As of June 30, 2005, the remaining unused portion of this estimated liability was \$143,822.

**NOTE L - RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, and natural disasters, as well as from workers' compensation and health care programs.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE L - RISK MANAGEMENT - (Continued)**

The County is a member of the Pennsylvania Counties Risk Pool (PCoRP) and as such, is provided with insurance coverage relating to property, general liability, automobile, errors and omissions, and crime coverage. There have been no significant changes in coverage in the past three years and settled claims have not exceeded the coverage in those years.

During 2002 and 2003, the County was a member of the Pennsylvania Counties Worker's Compensation Trust (PComp) and as such, was provided with insurance coverage related to workers' compensation. Prior to 2002, the County purchased commercial insurance for workers' compensation claims. Settled claims did not exceed commercial coverage during the two years ended December 31, 2003. During 2004, PComp assessed its members additional premiums relating to policy years 2000 through 2002. In 2005 and 2006, the County paid \$56,100 and \$37,400 respectively, relating to prior years workers' compensation.

As of January 1, 2004, the County has elected to purchase a high-deductible workers' compensation policy. Under the program, the County pays all claims not in excess of \$350,000 per claim. In addition, the County retains the risk for workers' compensation claims above the insurance coverage. During 2005, the County has continued to meet its workers' compensation statutory obligations with a large-deductible insurance policy, first purchased on January 1, 2004. Under this policy provided by Zurich NA, the County is afforded statutory coverage, including Employer's Liability coverage, but is financially responsible for the first \$350,000 for each accident and the first \$3,000,000 in aggregate on an annual policy basis. Zurich provides a single policy for the entire county but respective claims and administrative costs for Friendship Ridge are determined and billed separately; costs for all other departments are allocated through an internal service fund. Revenues into this fund are transferred from other operating funds based upon the employee complement, except for Friendship Ridge, which reimburses the internal service fund on a per claim basis. During the year ended December 31, 2005, \$252,336 and \$327,336 was incurred and paid, respectively, in claims related to workers' compensation claims, excluding those affecting Friendship Ridge. Friendship Ridge incurred \$409,284 and paid \$429,545 in workers' compensation claims during 2005. As of December 31, 2005, the County obtained three letters of credit amounting to \$1,000,000, \$750,000, and \$205,581 relating to its workers' compensation plans.

PCoRP and PComp are public entity pools exclusively for member counties of the County Commissioners Association of Pennsylvania. PCoRP was organized as a property and casualty self-insurer through the pooling of resources of

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE L - RISK MANAGEMENT - (Continued)**

members electing to participate in PCoRP. PComp was organized as a workers' compensation self-insurer through the pooling of resources of members electing to participate in PComp. In accordance with Pennsylvania statute, PCoRP and PComp provide coverage for events which are reported within 24 months of the date incurred. Both PCoRP and PComp use reinsurance agreements to reduce exposure to large losses on insured events. The County is charged periodic payments for its coverage.

The County has elected to self-fund the health and drug benefit program for its employees. Under the program, the County employs a third party administrator and pays all medical claims directly. In addition, the County purchases individual and aggregate stop-loss insurance from a commercial carrier to protect it from catastrophic claims. Settled claims have not exceeded the stop-loss insurance coverage for the past three years, but the County retains the risk for medical claims above this coverage. An internal service fund has been created to fund the claims and administrative expenses using allocations from other operating funds, with the exception of Friendship Ridge. Revenues into this fund are transferred from other operating funds based upon the employee complement.

Changes in the estimate of the claims liability are as follows:

	<u>Beaver County</u>	<u>Friendship Ridge</u>
Liability balance - January 1, 2004	\$ 782,250	\$ 630,527
Incurred claims and estimates	7,374,589	4,050,960
Less:		
Claims paid during period	<u>7,414,466</u>	<u>3,991,782</u>
Liability balance - December 31, 2004	742,373	689,705
Incurred claims and estimates	7,709,422	3,448,627
Less:		
Claims paid during period	<u>7,944,999</u>	<u>3,494,671</u>
Liability balance - December 31, 2005	<u>\$ 506,796</u>	<u>\$ 643,661</u>

**Component Unit - BCTA**

The Beaver County Transit Authority is exposed to various risks of loss related to tort, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims for these risks have not exceeded commercial insurance coverage for the past three years.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE L - RISK MANAGEMENT - (Continued)**

Effective July 1, 2001, BCTA established a self-insurance program for its automobile liability claims, subject to a maximum of \$100,000 per accident, not to exceed \$310,000 in the aggregate. BCTA established this self-insurance program with an initial \$10,000 escrow deposit with a claims management company.

**Component Unit - CCBC**

CCBC is exposed to various risks of loss related to tort, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims for these risks have not exceeded commercial insurance coverage for the past three years.

**NOTE M - CHANGE IN BEGINNING NET ASSETS - ENTERPRISE FUND**

The net assets of Friendship Ridge as of January 1, 2005 were reduced by \$930,812 from what was previously reported to reflect unrecorded vacation and early termination benefits as of that date.

The January 1, 2005, balance of HealthChoices' net assets was adjusted by \$775 to reflect prior period miscellaneous items.

**NOTE N - COMMITMENTS**

Beaver County has open commitments for normal operations and construction projects of approximately \$1,500,000 as of December 31, 2005. Of this amount, approximately \$1,400,000 is for the Fallston Bridge Project.

Friendship Ridge has open commitments for various renovation projects and other significant contracts amounting to approximately \$1,675,000 as of December 31, 2005.

**County of Beaver, Pennsylvania**

**NOTES TO BASIC FINANCIAL STATEMENTS  
December 31, 2005 and June 30, 2005**

**NOTE O – SUBSEQUENT EVENTS**

The County issued a Tax and Revenue Anticipation Note (TRAN) on January 3, 2006, in advance of property tax collections, depositing the \$7,000,000 proceeds into the General Fund, of which \$2,100,000 was transmitted to Friendship Ridge. This facility repaid the \$2,100,000 by February 24, 2006 without incurring interest charges. The TRAN was fully redeemed by April 10, 2006.

During the County's 2005 budget preparation, the County noticed a need to increase funding sources and/or decrease its expenditures and/or obligations. The County made expenditure reductions during 2004 and 2005. In addition, the County is exploring other funding sources which may be required during the remainder of 2006 to satisfy its remaining obligations, including debt service payments and pension obligations. Such funding sources may include borrowing from banks and/or the disposal of certain property of the County. County management believes that the County will be able to implement its plans and satisfy its obligations on a timely basis. Further, future cost reductions may occur to reduce the County's future cash requirements.

**REQUIRED SUPPLEMENTAL INFORMATION**

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**County of Beaver, Pennsylvania**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS**

**December 31, 2005**

<u>Year Ended</u>	<u>Annual Required Contribution</u>	<u>Percentage of Annual Required Contribution Recognized in Plan Assets for that Year</u>
December 31, 2005	\$ 3,737,244	409%
December 31, 2004	\$ 3,652,159	100%
December 31, 2003	\$ 3,325,708	100%
December 31, 2002	\$ 1,468,601	100%
December 31, 2001	-	N/A
December 31, 2000	-	N/A

The information presented above was determined as part of the actuarial valuations performed on January 1 of each of the years ended as indicated above. The additional information is for all years presented unless otherwise indicated.

Actuarial cost method:	Aggregate actuarial
Asset valuation method	Five-year smoothed market
Actuarial assumptions:	
Inflation adjustment:	3%
Investment rate of return:	7.5% for 2000 - 2005
Projected salary increase:	4.50% for 2000 and 2001, 3.00% for 2002 and 2005, 3.25% for 2003, 3.50% for 2004
Cost-of-living adjustment:	100% of CPI effective as of January 1, 2000

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
GENERAL FUND**

**For the Year Ended December 31, 2005**

	<b>Budgeted Amount</b>			<b>Variance Over (Under)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Real Estate Taxes	\$ 35,446,956	\$ 35,446,956	\$ 35,317,573	\$ (129,383)
Licenses and Permits	70,600	70,600	72,633	2,033
Interest and Rents	666,038	666,038	803,441	137,403
Intergovernmental Revenues	4,726,570	8,771,685	7,377,571	(1,394,114)
Charges for Services and Facilities	5,820,069	5,824,569	5,840,710	16,141
Project Income	490,100	490,100	527,555	37,455
Miscellaneous	<u>2,029,102</u>	<u>2,095,320</u>	<u>1,689,770</u>	<u>(405,550)</u>
<b>TOTAL REVENUES</b>	<u>49,249,435</u>	<u>53,365,268</u>	<u>51,629,253</u>	<u>(1,736,015)</u>
<b>EXPENDITURES</b>				
Current				
General Government	8,002,843	13,835,314	18,168,339	4,333,025
Judicial	9,504,878	9,822,534	12,933,730	3,111,196
Public Safety	11,021,930	12,117,202	16,645,718	4,528,516
Public Works and Enterprises	3,108,554	3,254,713	3,997,427	742,714
Culture, Recreation and Conservation	2,653,832	2,908,858	3,230,307	321,449
Intergovernmental				
Human Services	7,563,106	7,814,318	7,703,873	(110,445)
Miscellaneous	893,756	1,026,808	1,259,430	232,622
Debt Service				
Principal	1,635,094	2,107,522	2,000,909	(106,613)
Interest	4,245,477	2,503,634	2,685,726	182,092
Capital Outlay				
Fixed Asset Acquisition and Improvements	<u>688,216</u>	<u>776,021</u>	<u>96,018</u>	<u>(680,003)</u>
<b>TOTAL EXPENDITURES</b>	<u>49,317,686</u>	<u>56,166,924</u>	<u>68,721,477</u>	<u>12,554,553</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	(68,251)	(2,801,656)	(17,092,224)	(14,290,568)
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from Debt Issuance	-	-	16,655,350	16,655,350
Proceeds from Disposal of Capital Asset	-	-	700,000	700,000
Transfers From Other Funds	10,751	10,751	-	(10,751)
Transfers to Other Funds	<u>-</u>	<u>(363,301)</u>	<u>(363,301)</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>10,751</u>	<u>(352,550)</u>	<u>16,992,049</u>	<u>17,344,599</u>
<b>NET CHANGE IN FUND BALANCE</b>	(57,500)	(3,154,206)	(100,175)	3,054,031
Fund Balance - Beginning	<u>57,500</u>	<u>3,154,206</u>	<u>763,784</u>	<u>(2,390,422)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 663,609</u>	<u>\$ 663,609</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
MENTAL HEALTH / MENTAL RETARDATION  
For the Year Ended December 31, 2005**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Over (Under)</u>
Revenues				
Intergovernmental	\$ 31,207,000	\$ 31,290,055	\$ 29,980,654	\$ (1,309,401)
Program / Project Income	988,000	988,000	1,006,278	18,278
Interest	67,000	67,000	121,043	54,043
Miscellaneous	273,000	273,000	1,160	(271,840)
Total Revenues	<u>32,535,000</u>	<u>32,618,055</u>	<u>31,109,135</u>	<u>(1,508,920)</u>
Expenditures				
Salaries & Benefits	3,848,796	4,074,530	3,803,496	(271,034)
Personnel Expense	24,500	26,307	15,545	(10,762)
Consultant/Contracted Svcs.	210,000	292,573	231,317	(61,256)
Sub Contracted Services	27,287,723	27,229,111	26,019,385	(1,209,726)
Occupancy	96,800	97,782	81,649	(16,133)
Communication	176,000	176,000	42,834	(133,166)
Supplies & Minor Equip.	104,000	123,268	65,112	(58,156)
Transportation	24,000	24,000	22,712	(1,288)
Other Expenditures	735,049	762,586	509,083	(253,503)
Capital Outlay	130,000	138,500	50,986	(87,514)
Total Expenditures	<u>32,636,868</u>	<u>32,944,657</u>	<u>30,842,119</u>	<u>(2,102,538)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(101,868)	(326,602)	267,016	593,618
Fund Balance - Beginning	<u>2,692,060</u>	<u>2,692,060</u>	<u>(151,041)</u>	<u>(2,843,101)</u>
Fund Balance - Ending	<u>\$ 2,590,192</u>	<u>\$ 2,365,458</u>	<u>\$ 115,975</u>	<u>\$ (2,249,483)</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
CHILDREN AND YOUTH  
For the Year Ended December 31, 2005**

	<u>Budget</u>			<u>Variance Over (Under)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$ 15,436,393	\$ 15,488,507	\$ 14,915,969	\$ (572,538)
Program / Project Income	235,000	235,000	199,253	(35,747)
Interest	25,000	25,000	54,225	29,225
Miscellaneous	-	-	-	-
Total Revenues	<u>15,696,393</u>	<u>15,748,507</u>	<u>15,169,447</u>	<u>(579,060)</u>
Expenditures				
Salaries & Benefits	3,755,156	4,219,874	3,856,487	(363,387)
Personnel Expense	62,210	66,749	25,526	(41,223)
Consultant/Contracted Svcs.	979,272	766,384	539,513	(226,871)
Sub Contracted Services	5,309,000	5,309,000	4,870,974	(438,026)
Occupancy	311,000	311,000	251,348	(59,652)
Communication	194,250	206,250	78,254	(127,996)
Supplies & Minor Equip.	354,500	459,500	282,238	(177,262)
Transportation	117,000	117,000	95,917	(21,083)
Other Expenditures	4,932,282	4,910,808	5,028,288	117,480
Capital Outlay	179,034	112,462	112,044	(418)
Total Expenditures	<u>16,193,704</u>	<u>16,479,027</u>	<u>15,140,589</u>	<u>(1,338,438)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(497,311)	(730,520)	28,858	759,378
Fund Balance - Beginning	<u>1,689,841</u>	<u>1,689,841</u>	<u>469,114</u>	<u>(1,220,727)</u>
Fund Balance - Ending	<u>\$ 1,192,530</u>	<u>\$ 959,321</u>	<u>\$ 497,972</u>	<u>\$ (461,349)</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
COMMUNITY DEVELOPMENT  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
Revenues				
Intergovernmental	\$14,533,948	\$ 14,533,948	\$ 9,095,286	\$ (5,438,662)
Program / Project Income	1,002,563	1,002,563	669,576	(332,987)
Interest	28,300	28,300	45,240	16,940
Total Revenues	<u>15,564,811</u>	<u>15,564,811</u>	<u>9,810,102</u>	<u>(5,754,709)</u>
Expenditures				
Salaries & Benefits	391,278	419,839	369,015	(50,824)
Debt Payments	922,854	941,510	941,510	-
Personnel Expense	8,562	8,562	4,923	(3,639)
Consultant/Contracted Svcs.	18,972,272	18,944,913	7,647,492	(11,297,421)
Sub Contracted Services	808,992	968,541	843,371	(125,170)
Communication	25,000	25,000	7,573	(17,427)
Supplies & Minor Equip.	32,500	32,500	3,909	(28,591)
Transportation	10,000	10,000	7,533	(2,467)
Other Expenditures	64,673	72,676	70,004	(2,672)
Occupancy	78,017	51,566	16,531	(35,035)
Capital Outlay	40,500	40,500	-	(40,500)
Total Expenditures	<u>21,354,648</u>	<u>21,515,607</u>	<u>9,911,861</u>	<u>(11,603,746)</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	(5,789,837)	(5,950,796)	(101,759)	5,849,037
Fund Balance - January 1, 2005	<u>6,177,071</u>	<u>6,177,071</u>	<u>1,400,269</u>	<u>(4,776,802)</u>
Fund Balance - December 31, 2005	<u>\$ 387,234</u>	<u>\$ 226,275</u>	<u>\$ 1,298,510</u>	<u>\$ 1,072,235</u>

**County of Beaver, Pennsylvania**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
December 31, 2005**

**NOTE A – BASIS OF BUDGETING**

Appropriated budgets are adopted on a modified accrual basis consistent with generally accepted accounting principles by fund, department and line-item. Line-items are specific revenues and expenditures, such as taxes, fees, salaries, and supplies. Transfers of appropriations may be requested between line-items within a department or between departments within the same fund. All transfers of appropriations require the approval of the Commissioner. The legal level of control is exercised by fund, department and management's level of control at each line-item.

Actual salaries and benefits exceeded budgeted expenditures for the general fund departments. This is a result of the County funding general fund retirement contributions. The funding was increased because of the pension bond proceeds, as described in Note J of the financial statements. The proceeds of this issue, as well as those of a loan agreement used to fund local project were not budgeted either. The related pass-through expenditure, bond issuance costs, and debt related discounts were not appropriated. Additionally, Children and Youth other expenses exceeded budgeted amounts due to unanticipated expenses.

**NOTE B – SCHEDULE OF EMPLOYER CONTRIBUTIONS**

The County issued pension obligation bonds in 2005 to partially fund that year's annual pension cost and to reduce volatility of employer contributions to the retirement system in future years.

**OTHER SUPPLEMENTAL INFORMATION**

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**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	Budget		2005	Variance
	Original	Final	Actual	Over (Under)
<b>GENERAL GOVERNMENT</b>				
<b>Commissioners</b>				
Salaries & Benefits	480,799	506,529	680,782	174,253
Personnel Expense	400	510	508	(2)
Occupancy	190	245	245	-
Communication	5,500	6,124	5,411	(713)
Supplies & Minor Equipment	3,480	3,959	2,508	(1,451)
Transportation	3,100	11,639	11,639	-
Consultant/Contracted	60,000	60,000	60,000	-
Other Expenses	2,790	2,825	2,662	(163)
Total Expenditures	556,259	591,831	763,755	171,924
<b>Controller</b>				
Salaries & Benefits	655,778	717,259	1,038,902	321,643
Personnel Expense	2,600	3,235	3,169	(66)
Occupancy	2,268	2,268	2,268	-
Communication	5,700	5,700	1,474	(4,226)
Supplies & Minor Equipment	15,200	12,634	10,021	(2,613)
Transportation	1,500	1,500	1,032	(468)
Other Expenses	4,200	1,031	706	(325)
Total Expenditures	687,246	743,627	1,057,572	313,945
<b>Treasurer</b>				
Salaries & Benefits	433,247	462,277	675,701	213,424
Personnel Expense	1,000	1,000	600	(400)
Occupancy	3,213	3,213	3,213	-
Communication	56,800	56,800	22,014	(34,786)
Supplies & Minor Equipment	23,000	21,339	16,595	(4,744)
Transportation	4,000	4,000	3,470	(530)
Other Expenses	12,500	17,500	7,386	(10,114)
Tax Refunds	40,000	150,000	105,506	(44,494)
Total Expenditures	573,760	716,129	834,485	118,356

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>Recorder Of Deeds</b>				
Salaries & Benefits	\$ 418,696	\$ 451,554	\$ 658,186	\$ 206,632
Personnel Expense	1,500	1,500	1,322	(178)
Occupancy	2,835	2,835	2,835	-
Communication	14,900	4,900	2,269	(2,631)
Supplies & Minor Equipment	29,300	29,300	26,214	(3,086)
Transportation	2,500	2,500	1,565	(935)
Contracted Services	35,000	35,000	6,218	(28,782)
Other Expenses	100	100	-	(100)
<b>Total Expenditures</b>	<b>504,831</b>	<b>527,689</b>	<b>698,609</b>	<b>170,920</b>
<b>Solicitor</b>				
Salaries & Benefits	189,830	197,563	289,323	91,760
Personnel Expense	2,100	2,356	2,355	(1)
Occupancy	190	189	189	-
Communication	500	373	368	(5)
Supplies & Minor Equipment	2,030	1,739	1,739	-
Transportation	800	1,397	1,396	(1)
Other Expenses	200	107	-	(107)
<b>Total Expenditures</b>	<b>195,650</b>	<b>203,724</b>	<b>295,370</b>	<b>91,646</b>
<b>Employee Relations</b>				
Salaries & Benefits	628,592	502,908	545,089	42,181
Personnel Expense	63,000	61,225	42,050	(19,175)
Occupancy	190	190	189	(1)
Communication	1,900	1,365	1,210	(155)
Supplies & Minor Equipment	1,700	2,200	2,152	(48)
Transportation	500	220	220	-
Consultant/Contracted	168,400	172,130	157,112	(15,018)
<b>Total Expenditures</b>	<b>864,282</b>	<b>740,238</b>	<b>748,022</b>	<b>7,784</b>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>Mailroom</b>				
Salaries & Benefits	\$ 31,245	\$ 32,623	\$ 41,721	\$ 9,098
Supplies & Minor Equipment	2,440	2,990	2,986	(4)
Total Expenditures	<u>33,685</u>	<u>35,613</u>	<u>44,707</u>	<u>9,094</u>
<b>Microfilm</b>				
Salaries & Benefits	223,633	228,233	285,583	57,350
Occupancy	2,100	2,100	2,000	(100)
Communication	40	40	25	(15)
Supplies & Minor Equipment	29,700	29,700	28,729	(971)
Transportation	180	180	-	(180)
Consultant/Contracted	5,500	5,500	4,564	(936)
Other Expenses	11,000	11,000	10,813	(187)
Total Expenditures	<u>272,153</u>	<u>276,753</u>	<u>331,714</u>	<u>54,961</u>
<b>Central Telephone</b>				
Salaries & Benefits	46,822	40,394	58,356	17,962
Personnel Expense	2,000	2,700	2,444	(256)
Communication	33,000	25,336	23,597	(1,739)
Supplies & Minor Equipment	9,700	12,200	8,804	(3,396)
Total Expenditures	<u>91,522</u>	<u>80,630</u>	<u>93,201</u>	<u>12,571</u>
<b>Information Technology</b>				
Salaries & Benefits	729,067	792,195	1,077,929	285,734
Personnel Expense	-	8,655	8,580	(75)
Occupancy	190	190	189	(1)
Communication	28,750	23,728	19,800	(3,928)
Supplies & Minor Equipment	96,450	102,197	88,004	(14,193)
Transportation	5,000	7,200	6,951	(249)
Consultant/Contracted	52,000	49,600	48,222	(1,378)
Total Expenditures	<u>911,457</u>	<u>983,765</u>	<u>1,249,675</u>	<u>265,910</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>Purchasing Department</b>				
Salaries & Benefits	\$ 117,260	\$ 120,016	\$ 177,508	\$ 57,492
Personnel Expense	252	432	429	(3)
Occupancy	95	95	95	-
Communication	6,120	6,070	5,747	(323)
Supplies & Minor Equipment	14,950	16,290	(7,148)	(23,438)
Transportation	100	-	-	-
Other Expenses	500	35	35	-
Total Expenditures	<u>139,277</u>	<u>142,938</u>	<u>176,666</u>	<u>33,728</u>
<b>Planning Commission</b>				
Salaries & Benefits	333,686	343,244	497,502	154,258
Personnel Expense	700	500	259	(241)
Subsidies	75,000	75,000	75,000	-
Occupancy	756	756	756	-
Communication	3,950	4,343	3,428	(915)
Supplies & Minor Equipment	5,250	5,450	5,187	(263)
Transportation	4,000	4,800	4,623	(177)
Contracted Services	286,100	291,732	42,982	(248,750)
Other Expenses	2,100	2,100	1,802	(298)
Total Expenditures	<u>711,542</u>	<u>727,925</u>	<u>631,539</u>	<u>(96,386)</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>Weights And Measures</b>				
Salaries & Benefits	\$ 33,027	\$ 33,027	\$ 48,627	\$ 15,600
Communication	50	50	9	(41)
Supplies & Minor Equipment	400	400	336	(64)
Transportation	6,500	6,500	6,219	(281)
<b>Total Expenditures</b>	<b>39,977</b>	<b>39,977</b>	<b>55,191</b>	<b>15,214</b>
<b>Veterans Affairs</b>				
Salaries & Benefits	170,184	175,756	246,007	70,251
Personnel Expense	850	850	774	(76)
Communication	4,650	5,050	4,233	(817)
Supplies & Minor Equipment	2,700	2,800	2,619	(181)
Transportation	2,000	2,000	1,825	(175)
Other Expenses	100,500	100,000	85,387	(14,613)
<b>Total Expenditures</b>	<b>280,884</b>	<b>286,456</b>	<b>340,845</b>	<b>54,389</b>
<b>Election Bureau</b>				
Salaries & Benefits	271,399	324,103	408,613	84,510
Personnel Expense	1,200	1,299	599	(700)
Occupancy	95	95	94	(1)
Communication	38,000	46,396	31,846	(14,550)
Supplies & Minor Equipment	58,513	169,474	119,537	(49,937)
Transportation	2,000	2,000	1,237	(763)
Contracted Services	6,000	50,801	25,801	(25,000)
Other Expenses	208,000	245,021	211,266	(33,755)
<b>Total Expenditures</b>	<b>585,207</b>	<b>839,189</b>	<b>798,993</b>	<b>(40,196)</b>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>Assessment/Tax Claim</b>				
Salaries & Benefits	\$ 936,172	\$ 1,011,938	\$ 1,401,641	\$ 389,703
Personnel Expense	10,000	13,600	12,428	(1,172)
Occupancy	2,457	2,457	2,457	-
Communication	185,500	198,334	197,599	(735)
Supplies & Minor Equipment	29,100	29,100	22,714	(6,386)
Transportation	24,500	24,500	24,039	(461)
Consultant/Contracted	20,000	15,000	13,055	(1,945)
Other Expenses	84,000	68,400	66,191	(2,209)
Total Expenditures	<u>1,291,729</u>	<u>1,363,329</u>	<u>1,740,124</u>	<u>376,795</u>
<b>Public Defender</b>				
Salaries & Benefits	813,323	880,944	1,126,511	245,567
Personnel Expense	3,900	4,779	4,479	(300)
Occupancy	567	567	567	-
Communication	1,000	1,244	767	(477)
Supplies & Minor Equipment	8,000	11,233	6,896	(4,337)
Transportation	13,500	12,751	8,315	(4,436)
Other Expenses	55,250	52,111	40,238	(11,873)
Total Expenditures	<u>895,540</u>	<u>963,629</u>	<u>1,187,773</u>	<u>224,144</u>
<b>General Government/ Administration</b>				
Grants	300,000	3,712,500	6,407,637	2,695,137
Contra Revenue Accounts	(1,902,353)	-	-	-
Personnel Expense	78,000	78,000	60,493	(17,507)
Occupancy	3,500	3,500	2,982	(518)
Consultant/Contracted	624,746	754,570	629,033	(125,537)
Other Expenses	263,949	23,302	19,953	(3,349)
Total Expenditures	<u>(632,158)</u>	<u>4,571,872</u>	<u>7,120,098</u>	<u>2,548,226</u>
	<u><u>\$ 8,002,843</u></u>	<u><u>\$ 13,835,314</u></u>	<u><u>\$18,168,339</u></u>	<u><u>\$ 4,333,025</u></u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>JUDICIAL</b>				
<b>Clerk Of Courts</b>				
Salaries & Benefits	\$ 512,749	\$ 533,506	\$ 748,462	\$ 214,956
Personnel Expense	27,900	27,900	14,423	(13,477)
Occupancy	3,024	3,024	3,024	-
Communication	23,600	21,670	12,880	(8,790)
Supplies & Minor Equipment	12,000	13,930	12,490	(1,440)
Transportation	4,000	4,000	2,047	(1,953)
Other Expenses	1,000	1,000	-	(1,000)
Total Expenditures	584,273	605,030	793,326	188,296
<b>Coroner</b>				
Salaries & Benefits	142,566	149,423	212,912	63,489
Personnel Expense	875	875	847	(28)
Occupancy	190	190	189	(1)
Communication	1,950	1,550	1,001	(549)
Supplies & Minor Equipment	800	800	252	(548)
Transportation	1,200	1,200	1,103	(97)
Other Expenses	118,100	154,000	140,894	(13,106)
Total Expenditures	265,681	308,038	357,198	49,160
<b>Jury Commission</b>				
Salaries & Benefits	85,665	90,197	119,796	29,599
Communication	9,400	11,400	9,729	(1,671)
Supplies & Minor Equipment	5,000	4,400	2,497	(1,903)
Transportation	3,500	1,500	1,299	(201)
Consultant/Contracted	4,500	5,100	4,611	(489)
Total Expenditures	108,065	112,597	137,932	25,335

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>District Attorney</b>				
Salaries & Benefits	\$ 1,425,418	\$ 1,498,841	\$ 2,152,838	\$ 653,997
Personnel Expense	15,600	16,804	16,691	(113)
Occupancy	2,801	2,801	2,800	(1)
Communication	11,000	10,600	8,345	(2,255)
Supplies & Minor Equipment	23,500	24,969	20,876	(4,093)
County Match	63,544	63,544	53,500	(10,044)
Transportation	5,000	5,705	5,098	(607)
Consultant/Contracted	6,000	7,016	6,996	(20)
Other Expenses	21,000	17,370	9,343	(8,027)
Contra Revenue Accounts	37,458	37,458	24,789	(12,669)
<b>Total Expenditures</b>	<b>1,611,321</b>	<b>1,685,108</b>	<b>2,301,276</b>	<b>616,168</b>
<b>Prothonotary</b>				
Salaries & Benefits	514,020	586,724	819,159	232,435
Personnel Expense	700	700	543	(157)
Occupancy	6,710	6,710	6,710	-
Communication	12,900	12,900	8,908	(3,992)
Supplies & Minor Equipment	26,300	27,319	21,148	(6,171)
Transportation	2,500	2,500	1,582	(918)
<b>Total Expenditures</b>	<b>563,130</b>	<b>636,853</b>	<b>858,050</b>	<b>221,197</b>
<b>Register Of Wills</b>				
Salaries & Benefits	277,228	291,411	419,410	127,999
Personnel Expense	750	750	710	(40)
Occupancy	3,954	3,954	3,954	-
Communication	12,300	12,079	10,931	(1,148)
Supplies & Minor Equipment	12,500	13,635	12,843	(792)
Transportation	2,000	1,836	1,543	(293)
<b>Total Expenditures</b>	<b>308,732</b>	<b>323,665</b>	<b>449,391</b>	<b>125,726</b>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>Sheriff</b>				
Salaries & Benefits	\$ 2,162,347	\$ 2,197,393	\$ 3,160,254	\$ 962,861
Personnel Expense	32,500	29,426	27,867	(1,559)
Occupancy	1,155	1,155	1,106	(49)
Communication	13,400	13,400	9,952	(3,448)
Supplies & Minor Equipment	75,300	120,035	96,410	(23,625)
Transportation	4,500	5,200	5,083	(117)
Consultant/Contracted	20,500	17,500	16,978	(522)
Other Expenses	36,000	49,629	43,316	(6,313)
Total Expenditures	2,345,702	2,433,738	3,360,966	927,228
<b>Court Administration</b>				
Salaries & Benefits	1,683,959	1,620,907	2,250,747	629,840
Personnel Expense	68,000	81,701	81,200	(501)
Occupancy	1,620	1,890	1,890	-
Communication	10,400	11,400	10,289	(1,111)
Supplies & Minor Equipment	58,500	59,199	49,991	(9,208)
Transportation	11,000	13,350	13,173	(177)
Consultant/Contracted	123,000	117,270	87,646	(29,624)
Other Expenses	80,000	70,505	46,038	(24,467)
Total Expenditures	2,036,479	1,976,222	2,540,974	564,752
<b>Law Library</b>				
Salaries & Benefits	54,110	55,888	78,982	23,094
Personnel Expense	82,020	83,520	83,520	-
Communication	400	400	203	(197)
Supplies & Minor Equipment	800	576	575	(1)
Transportation	75	299	144	(155)
Total Expenditures	137,405	140,683	163,424	22,741

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>District Court 36-1-03</b>				
Salaries & Benefits	\$ 120,716	\$ 126,464	\$ 164,903	\$ 38,439
Personnel Expense	500	720	601	(119)
Occupancy	25,630	25,630	24,064	(1,566)
Communication	11,600	11,380	5,543	(5,837)
Supplies & Minor Equipment	9,550	9,550	5,413	(4,137)
Transportation	1,900	1,900	1,425	(475)
Total Expenditures	169,896	175,644	201,949	26,305
<b>District Court 36-1-01</b>				
Salaries & Benefits	125,708	133,461	174,080	40,619
Personnel Expense	400	400	287	(113)
Occupancy	12,200	12,205	11,496	(709)
Communication	13,000	13,000	6,664	(6,336)
Supplies & Minor Equipment	8,800	8,800	5,139	(3,661)
Transportation	800	800	745	(55)
Total Expenditures	160,908	168,666	198,411	29,745
<b>District Court 36-3-02</b>				
Salaries & Benefits	113,347	121,298	168,067	46,769
Personnel Expense	500	500	166	(334)
Occupancy	8,000	8,000	5,702	(2,298)
Communication	13,800	13,800	8,331	(5,469)
Supplies & Minor Equipment	9,300	9,300	5,478	(3,822)
Transportation	1,200	1,200	1,001	(199)
Total Expenditures	146,147	154,098	188,745	34,647
<b>District Court 36-2-01</b>				
Salaries & Benefits	154,693	161,658	225,182	63,524
Personnel Expense	500	600	590	(10)
Occupancy	7,300	7,962	7,518	(444)
Communication	13,900	15,101	14,208	(893)
Supplies & Minor Equipment	8,500	6,710	5,468	(1,242)
Transportation	1,345	2,336	2,335	(1)
Total Expenditures	186,238	194,367	255,301	60,934

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>District Court 36-3-03</b>				
Salaries & Benefits	\$ 154,616	\$ 160,264	\$ 221,886	\$ 61,622
Personnel Expense	450	450	320	(130)
Occupancy	9,150	12,750	11,769	(981)
Communication	19,700	16,100	11,059	(5,041)
Supplies & Minor Equipment	11,100	11,100	8,997	(2,103)
Transportation	1,700	1,700	224	(1,476)
Total Expenditures	196,716	202,364	254,255	51,891
<b>District Court 36-3-04</b>				
Salaries & Benefits	119,859	123,993	171,817	47,824
Personnel Expense	200	200	166	(34)
Occupancy	8,300	8,300	7,545	(755)
Communication	11,700	11,200	5,980	(5,220)
Supplies & Minor Equipment	9,000	8,800	5,337	(3,463)
Transportation	2,000	2,700	2,390	(310)
Total Expenditures	151,059	155,193	193,235	38,042
<b>District Court 36-1-02</b>				
Salaries & Benefits	151,025	156,100	207,021	50,921
Personnel Expense	225	235	234	(1)
Occupancy	7,100	7,324	6,649	(675)
Communication	13,500	13,400	8,503	(4,897)
Supplies & Minor Equipment	10,000	8,602	5,089	(3,513)
Transportation	500	500	469	(31)
Other Expenses	-	100	100	-
Total Expenditures	182,350	186,261	228,065	41,804
<b>District Court 36-3-01</b>				
Salaries & Benefits	123,754	131,453	172,654	41,201
Personnel Expense	300	300	130	(170)
Occupancy	7,200	7,424	6,591	(833)
Communication	13,300	13,076	10,365	(2,711)
Supplies & Minor Equipment	11,300	11,300	8,072	(3,228)
Transportation	1,500	1,500	153	(1,347)
Total Expenditures	157,354	165,053	197,965	32,912

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>District Court 36-2-02</b>				
Salaries & Benefits	\$ 162,522	\$ 168,034	\$ 230,779	\$ 62,745
Personnel Expense	250	255	255	-
Occupancy	6,550	6,904	6,353	(551)
Communication	12,600	12,245	8,677	(3,568)
Supplies & Minor Equipment	10,000	10,000	5,687	(4,313)
Transportation	<u>1,500</u>	<u>1,516</u>	<u>1,516</u>	<u>-</u>
 Total Expenditures	 <u>193,422</u>	 <u>198,954</u>	 <u>253,267</u>	 <u>54,313</u>
 <b>Total Judicial</b>	 <u><u>\$ 9,504,878</u></u>	 <u><u>\$ 9,822,534</u></u>	 <u><u>\$12,933,730</u></u>	 <u><u>\$ 3,111,196</u></u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
				<u>(Under)</u>
<b>PUBLIC SAFETY</b>				
<b>Emergency Services</b>				
Reimbursement From 911				
Fund	\$ (964,680)	\$ (964,680)	\$ (1,021,696)	\$ (57,016)
Salaries & Benefits	1,940,984	2,019,203	2,883,235	864,032
Personnel Expense	4,800	800	136	(664)
Occupancy	34,989	36,089	34,079	(2,010)
Communication	16,900	26,418	9,824	(16,594)
Supplies & Minor Equipment	18,000	21,558	20,206	(1,352)
Transportation	2,500	4,610	4,609	(1)
Consultant/Contracted Svcs	10,000	50,816	47,870	(2,946)
Other Expenses	12,790	12,790	7,969	(4,821)
Total Expenditures	<u>1,076,283</u>	<u>1,207,604</u>	<u>1,986,232</u>	<u>778,628</u>
<b>Jail Of Beaver County</b>				
Salaries & Benefits	4,952,218	5,445,112	7,171,825	1,726,713
Personnel Expense	37,900	34,400	28,150	(6,250)
Occupancy	244,067	281,335	281,334	(1)
Communication	21,000	21,000	14,077	(6,923)
Supplies & Minor Equipment	133,000	130,665	76,253	(54,412)
Transportation	4,000	4,500	2,378	(2,122)
Consultant/Contracted Svcs	1,000	255,014	252,812	(2,202)
Other Expenses	1,171,420	1,264,889	1,258,585	(6,304)
Total Expenditures	<u>6,564,605</u>	<u>7,436,915</u>	<u>9,085,414</u>	<u>1,648,499</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
				<u>(Under)</u>
<b>Allencrest Detention Center</b>				
Reimbursement from				
Children/Youth	\$ (2,120,357)	\$ (2,120,357)	\$ (1,962,055)	\$ 158,302
Salaries & Benefits	1,568,422	1,611,567	2,333,086	721,519
Personnel Expense	12,800	12,600	11,828	(772)
Occupancy	50,700	52,131	51,847	(284)
Communication	10,450	10,450	3,384	(7,066)
Supplies & Minor Equipment	59,300	57,525	43,833	(13,692)
Transportation	2,000	2,000	1,774	(226)
Consultant/Contracted Svcs	122,000	122,000	121,861	(139)
Other Expenses	50,500	49,575	39,023	(10,552)
Total Expenditures	<u>(244,185)</u>	<u>(202,509)</u>	<u>644,581</u>	<u>847,090</u>
<b>Adult Probation</b>				
Reimbursement from				
Offender's Supervisory				
Fund	(250,500)	(250,500)	(490,290)	(239,790)
Salaries & Benefits	1,366,016	1,389,601	1,961,289	571,688
Personnel Expense	600	600	314	(286)
Communication	7,900	6,927	6,633	(294)
Supplies & Minor Equipment	12,000	13,063	9,384	(3,679)
Transportation	5,000	6,000	5,929	(71)
Other Expenses	32,000	34,600	2,950	(31,650)
Total Expenditures	<u>1,173,016</u>	<u>1,200,291</u>	<u>1,496,209</u>	<u>295,918</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
				<u>(Under)</u>
<b>Intermediate Punishment Program</b>				
Salaries & Benefits	\$ 291,990	\$ 298,251	\$ 349,521	\$ 51,270
Occupancy	50,400	48,143	47,883	(260)
Communication	17,800	16,773	16,147	(626)
Supplies & Minor Equipment	74,700	77,846	77,016	(830)
Transportation	1,800	3,000	2,643	(357)
Other Expenses	250	250	-	(250)
Total Expenditures	<u>436,940</u>	<u>444,263</u>	<u>493,210</u>	<u>48,947</u>
<b>Juvenile Services Division</b>				
Reimbursement from the				
Children Youth Program	(2,599,577)	(2,599,577)	(1,677,949)	921,628
Salaries & Benefits	1,013,622	1,014,437	1,387,135	372,698
Personnel Expense	10,500	17,092	16,272	(820)
Communication	19,600	16,600	12,440	(4,160)
Supplies & Minor Equipment	10,700	13,965	10,224	(3,741)
Transportation	12,000	28,159	25,554	(2,605)
Consultant/Contracted Svcs	109,500	104,500	88,681	(15,819)
Other Expenses	3,024,800	3,000,535	2,474,504	(526,031)
Total Expenditures	<u>1,601,145</u>	<u>1,595,711</u>	<u>2,336,861</u>	<u>741,150</u>
<b>Intensive Probation-JCJC</b>				
Salaries & Benefits	229,027	234,539	330,880	96,341
Transportation	5,500	10,500	8,670	(1,830)
Total Expenditures	<u>234,527</u>	<u>245,039</u>	<u>339,550</u>	<u>94,511</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>Community Liaison-JCJC</b>				
Salaries & Benefits	\$ -	\$ -	\$ -	\$ -
Supplies & Minor Equipment	250	-	-	-
Transportation	-	-	-	-
Other Expenses	-	-	-	-
Total Expenditures	<u>250</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>School Based Probation-JCJC</b>				
Salaries & Benefits	170,149	179,188	254,502	75,314
Communication	3,200	-	-	-
Transportation	<u>6,000</u>	<u>10,700</u>	<u>9,159</u>	<u>(1,541)</u>
Total Expenditures	<u>179,349</u>	<u>189,888</u>	<u>263,661</u>	<u>73,773</u>
<b>Total Public Safety</b>	<u>\$ 11,021,930</u>	<u>\$ 12,117,202</u>	<u>\$ 16,645,718</u>	<u>\$ 4,528,516</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
				<u>(Under)</u>
<b>PUBLIC WORKS</b>				
<b>Department Of Public Works</b>				
Salaries & Benefits	\$ 1,905,915	\$ 1,941,749	\$ 2,714,925	\$ 773,176
Personnel Expense	3,500	4,300	3,316	(984)
Occupancy	35,500	48,535	46,042	(2,493)
Communication	10,150	10,150	7,265	(2,885)
Supplies & Minor Equipment	57,500	46,317	45,705	(612)
Transportation	500	500	149	(351)
Other Expenses	47,000	73,621	73,020	(601)
Total Expenditures	<u>2,060,065</u>	<u>2,125,172</u>	<u>2,890,422</u>	<u>765,250</u>
<b>Airport Of Beaver County</b>				
Salaries & Benefits	172,341	174,970	239,893	64,923
Personnel Expense	50	58	58	-
Occupancy	79,473	81,498	70,096	(11,402)
Communication	4,000	4,000	3,017	(983)
Supplies & Minor Equipment	33,500	30,755	25,318	(5,437)
County Match	1,875	1,875	-	(1,875)
Transportation	750	805	805	-
Consultant/Contracted	17,000	18,000	16,222	(1,778)
Other Expenses	17,100	17,577	13,795	(3,782)
Contra Revenue Accounts	12,000	12,709	12,006	(703)
Total Expenditures	<u>338,089</u>	<u>342,247</u>	<u>381,210</u>	<u>38,963</u>
<b>Buildings And Grounds</b>				
Occupancy	547,900	602,846	577,138	(25,708)
Communication	1,500	1,500	890	(610)
Supplies & Minor Equipment	80,000	65,646	50,673	(14,973)
Other Expenses	81,000	117,302	97,094	(20,208)
Total Expenditures	<u>710,400</u>	<u>787,294</u>	<u>725,795</u>	<u>(61,499)</u>
<b>Total Public Works</b>	<u>\$ 3,108,554</u>	<u>\$ 3,254,713</u>	<u>\$ 3,997,427</u>	<u>\$ 742,714</u>

**EXHIBIT B (PAGE 17 OF 22)**

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES BUDGET AND ACTUAL**

**GENERAL FUND**

**Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
				<u>(Under)</u>
<b>CULTURE, RECREATION, AND CONSERVATION</b>				
<b>Waste Management</b>				
Salaries & Benefits	222,637	229,359	320,614	91,255
Personnel Expense	645	645	545	(100)
Occupancy	40,800	41,300	33,800	(7,500)
Communication	6,500	5,200	4,455	(745)
Supplies & Minor Equipment	24,600	26,400	21,285	(5,115)
Transportation	3,600	2,600	1,188	(1,412)
Consultant/Contracted Svcs	25,000	22,500	17,834	(4,666)
Other Expenses	36,700	40,363	8,832	(31,531)
Total Expenditures	<u>360,482</u>	<u>368,367</u>	<u>408,553</u>	<u>40,186</u>
<b>Agriculture/Ed/Environmental</b>				
Occupancy	-	6,244	5,157	(1,087)
Supplies & Minor Equipment	-	-	-	-
Other Expenses	-	-	-	-
Total Expenditures	<u>-</u>	<u>6,244</u>	<u>5,157</u>	<u>(1,087)</u>
<b>Library Commission</b>				
Salaries & Benefits	\$ 445,559	\$ 472,701	\$ 651,658	\$ 178,957
Personnel Expense	87,500	101,000	94,585	(6,415)
Communication	22,500	22,500	15,131	(7,369)
Supplies & Minor Equipment	50,750	73,550	71,845	(1,705)
Transportation	6,000	6,000	4,706	(1,294)
Consultant/Contracted	23,000	46,000	39,818	(6,182)
Other Expenses	642,175	629,675	624,691	(4,984)
Total Expenditures	<u>1,277,484</u>	<u>1,351,426</u>	<u>1,502,434</u>	<u>151,008</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES BUDGET AND ACTUAL**

**GENERAL FUND**

**Year Ended December 31, 2005**

	<b>Budget</b>		<b>2005</b>	<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Over (Under)</b>
<b>Parks/Shelter/Recreation</b>				
Salaries & Benefits	71,603	83,839	117,502	33,663
Occupancy	3,025	3,333	2,615	(718)
Communication	7,000	2,140	1,861	(279)
Supplies & Minor Equipment	5,750	5,150	182	(4,968)
Transportation	1,750	1,750	-	(1,750)
Other Expenses	1,850	1,850	1,340	(510)
Total Expenditures	90,978	98,062	123,500	25,438
<b>DPW/Parks</b>				
Occupancy	32,500	36,024	32,420	(3,604)
Communication	4,500	4,500	3,163	(1,337)
Supplies & Minor Equipment	53,200	74,874	70,561	(4,313)
Other Expenses	19,500	25,000	23,894	(1,106)
Total Expenditures	109,700	140,398	130,038	(10,360)
<b>Tourist Promotion</b>				
Salaries & Benefits	\$ 66,797	\$ 68,864	\$ 95,342	\$ 26,478
Personnel Expense	3,800	3,889	3,198	(691)
Communication	111,656	123,576	106,571	(17,005)
Supplies & Minor Equipment	5,500	5,600	3,042	(2,558)
Transportation	5,000	5,000	4,865	(135)
Consultant/Contracted	4,000	4,000	-	(4,000)
Other Expenses	12,800	14,750	13,606	(1,144)
Total Expenditures	209,553	225,679	226,624	945

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
				<u>(Under)</u>
<b>Ice Arena</b>				
Salaries & Benefits	248,385	282,245	389,081	106,836
Personnel Expense	6,450	8,290	7,898	(392)
Occupancy	111,500	173,975	169,591	(4,384)
Communication	6,000	3,882	2,271	(1,611)
Supplies & Minor Equipment	22,080	23,547	21,722	(1,825)
Transportation	850	1,950	1,768	(182)
Other Expenses	5,400	29,934	29,825	(109)
Total Expenditures	<u>400,665</u>	<u>523,823</u>	<u>622,156</u>	<u>98,333</u>
<b>Pool</b>				
Salaries & Benefits	65,771	65,771	155,076	89,305
Occupancy	18,200	16,950	16,386	(564)
Communication	3,200	2,000	266	(1,734)
Supplies & Minor Equipment	9,400	8,625	8,071	(554)
Other Expenses	18,000	16,345	15,888	(457)
Total Expenditures	<u>114,571</u>	<u>109,691</u>	<u>195,687</u>	<u>85,996</u>
<b>DPW-Ballfields</b>				
Salaries & Benefits	\$ 6,599	\$ 6,599	\$ -	\$ (6,599)
Occupancy	800	800	510	(290)
Supplies & Minor Equipment	5,000	3,710	3,294	(416)
Other Expenses	8,000	4,059	4,059	-
Total Expenditures	<u>20,399</u>	<u>15,168</u>	<u>7,863</u>	<u>(7,305)</u>
<b>Recreation</b>				
Communication	-	-	-	-
Other Expenses	70,000	70,000	8,295	(61,705)
Total Expenditures	<u>70,000</u>	<u>70,000</u>	<u>8,295</u>	<u>(61,705)</u>
<b>Total Culture, Recreation and Conservation</b>	<u>\$ 2,653,832</u>	<u>\$ 2,908,858</u>	<u>\$ 3,230,307</u>	<u>\$ 321,449</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>HUMAN SERVICES</b>				
<b>County Matches/Subsidies</b>				
Subsidies	\$ 3,457,800	\$ 3,245,649	\$ 3,211,045	\$ (34,604)
Consultant/Contracted	-	58,070	49,755	(8,315)
County Match	2,295,306	2,456,464	2,395,538	(60,926)
Other Expenses	-	6,600	-	(6,600)
Contra Revenue Accounts	-	62,252	62,252	-
Total Expenditures	<u>5,753,106</u>	<u>5,829,035</u>	<u>5,718,590</u>	<u>(110,445)</u>
<b>Beaver County Transit Authority</b>				
Subsidies	\$ 810,000	\$ 810,000	\$ 810,000	\$ -
Contra Revenue Accounts	<u>1,000,000</u>	<u>1,175,283</u>	<u>1,175,283</u>	-
Total Expenditures	<u>1,810,000</u>	<u>1,985,283</u>	<u>1,985,283</u>	-
<b>Total Human Services</b>	<u>\$ 7,563,106</u>	<u>\$ 7,814,318</u>	<u>\$ 7,703,873</u>	<u>\$ (110,445)</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>Miscellaneous</b>				
Insurance	\$ 787,006	\$ 906,668	\$ 723,837	\$ (182,831)
Bond issuance costs	54,750	57,061	506,266	449,205
Indirect cost study	12,000	12,000	12,000	-
Other expenses	40,000	51,079	17,327	(33,752)
Total expenditures	<u>893,756</u>	<u>1,026,808</u>	<u>1,259,430</u>	<u>232,622</u>
<b>Debt Service</b>				
Principal	1,635,094	2,107,522	2,000,909	(106,613)
Interest	4,245,477	2,503,634	2,685,726	182,092
Total expenditures	<u>5,880,571</u>	<u>4,611,156</u>	<u>4,686,635</u>	<u>75,479</u>
<b>Fixed Asset Acquisition</b>				
Improvements	688,216	776,021	96,018	(680,003)
Infrastructure	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u><u>\$ 49,317,686</u></u>	<u><u>\$ 56,166,924</u></u>	<u><u>\$ 68,721,477</u></u>	<u><u>\$ 12,554,553</u></u>

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**County of Beaver, Pennsylvania**

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
December 31, 2005**

	<u>Special Revenue</u>						
	<u>County Records Improvement</u>	<u>Domestic Relations</u>	<u>Offender's Supervisory</u>	<u>Victim Witness / Stop Grants</u>	<u>Hazardous Materials/ Act 147 Grants</u>	<u>Liquid Fuels</u>	<u>County Office on Aging</u>
<b>ASSETS</b>							
Cash and Cash Equivalents	\$ 80,411	\$ 39,647	\$ 265,893	\$ 22,157	\$ 98,633	\$ 1,034,453	\$ 1,181,553
Due From Other Funds	-	382,496	-	-	-	-	-
Prepaid Other	-	-	-	-	-	-	11,034
Accounts Receivable	4,756	384,714	19,105	33,570	-	231,279	177,203
Investments	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<u>\$ 85,167</u>	<u>\$ 806,857</u>	<u>\$ 284,998</u>	<u>\$ 55,727</u>	<u>\$ 98,633</u>	<u>\$ 1,265,732</u>	<u>\$ 1,369,790</u>
<b>LIABILITIES</b>							
Accounts Payable	\$ 20,745	\$ 2,180	\$ -	\$ 27,248	\$ 6,119	\$ 25,156	\$ 174,516
Due to Other Funds	-	265,240	-	42,943	-	8,531	141,790
Deferred Revenue	-	-	-	-	59,119	-	-
<b>TOTAL LIABILITIES</b>	<u>20,745</u>	<u>267,420</u>	<u>-</u>	<u>70,191</u>	<u>65,238</u>	<u>33,687</u>	<u>316,306</u>
<b>FUND BALANCE</b>							
Unreserved, designated	-	410	-	-	-	1,232,045	-
Unreserved, undesignated	64,422	539,027	284,998	(14,464)	33,395	-	1,053,484
<b>TOTAL FUND BALANCE</b>	<u>64,422</u>	<u>539,437</u>	<u>284,998</u>	<u>(14,464)</u>	<u>33,395</u>	<u>1,232,045</u>	<u>1,053,484</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 85,167</u>	<u>\$ 806,857</u>	<u>\$ 284,998</u>	<u>\$ 55,727</u>	<u>\$ 98,633</u>	<u>\$ 1,265,732</u>	<u>\$ 1,369,790</u>

<u>Child Care Resource Management</u>	<u>Capital Projects</u>							<u>Total Nonmajor Governmental Funds</u>
	<u>Totals</u>	<u>Courtroom Improvement</u>	<u>1996 Bond Issue</u>	<u>2005 Bond Issue</u>	<u>FAA Projects</u>	<u>Parking Garage</u>	<u>Totals</u>	
\$ 670,069	\$3,392,816	\$ 28	\$ 84,954	1,061,934	\$132,171	\$ -	\$1,279,087	\$ 4,671,903
-	382,496	-	8,750	-	-	-	8,750	391,246
4,339	15,373	-	-	-	-	-	-	15,373
-	850,627	-	140,984	-	176,582	-	317,566	1,168,193
-	-	12,963	-	-	-	-	12,963	12,963
<u>\$ 674,408</u>	<u>\$4,641,312</u>	<u>\$ 12,991</u>	<u>\$ 234,688</u>	<u>\$ 1,061,934</u>	<u>\$308,753</u>	<u>\$ -</u>	<u>\$1,618,366</u>	<u>\$ 6,259,678</u>
\$ 527,207	\$ 783,171	\$ -	\$ 15,487	42,558	\$190,617	\$ -	\$ 248,662	\$ 1,031,833
14,591	473,095	-	-	-	109,054	-	109,054	582,149
-	59,119	-	-	-	-	-	-	59,119
541,798	1,315,385	-	15,487	42,558	299,671	-	357,716	1,673,101
-	1,232,455	-	-	23,796	-	-	23,796	1,256,251
132,610	2,093,472	12,991	219,201	995,580	9,082	-	1,236,854	3,330,326
132,610	3,325,927	12,991	219,201	1,019,376	9,082	-	1,260,650	4,586,577
<u>\$ 674,408</u>	<u>\$4,641,312</u>	<u>\$ 12,991</u>	<u>\$ 234,688</u>	<u>\$ 1,061,934</u>	<u>\$308,753</u>	<u>\$ -</u>	<u>\$1,618,366</u>	<u>\$ 6,259,678</u>

**County of Beaver, Pennsylvania**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended December 31, 2005**

	<u>Special Revenue</u>						
	<u>County Records Improvement</u>	<u>Domestic Relations</u>	<u>Offender's Supervisory</u>	<u>Victim Witness / Stop Grants</u>	<u>Hazardous Materials/ Act 147 Grants</u>	<u>Liquid Fuels</u>	<u>County Office on Aging</u>
<b>REVENUES</b>							
Investment Income	\$ 2,136	\$ 2,303	\$ 6,725	\$ 734	\$ 2,252	\$ 26,750	\$ 31,128
Intergovernmental	-	2,199,132	250,466	325,810	120,560	2,422,284	4,851,069
Departmental Earnings	60,886	-	256,961	-	-	85,288	-
Program / Project Income	-	43,756	-	-	-	-	70,569
Miscellaneous	-	515	-	45,400	1,891	-	3,140
<b>TOTAL REVENUES</b>	<b>63,022</b>	<b>2,245,706</b>	<b>514,152</b>	<b>371,944</b>	<b>124,703</b>	<b>2,534,322</b>	<b>4,955,906</b>
<b>EXPENDITURES</b>							
<b>Current</b>							
General Government	-	-	-	-	-	-	-
Judicial	-	2,175,328	490,290	365,922	-	-	-
Public Safety	-	-	-	-	119,205	-	-
Public Works and Enterprise:	-	-	-	-	-	303,103	-
Intergovernmental	-	-	-	-	-	-	-
Operating / Human Services	-	-	-	-	-	-	4,887,194
Debt Service	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	2,411,037	-
Fixed Asset Acquisition	39,053	-	-	-	13,852	3,651	-
<b>TOTAL EXPENDITURES</b>	<b>39,053</b>	<b>2,175,328</b>	<b>490,290</b>	<b>365,922</b>	<b>133,057</b>	<b>2,717,791</b>	<b>4,887,194</b>
Excess (Deficiency) of Revenue over (under) Expenditures	23,969	70,378	23,862	6,022	(8,354)	(183,469)	68,712
<b>OTHER FINANCING SOURCES (USES)</b>							
Proceeds of Long-Term Capital Related Debt	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Changes in Fund Balances</b>	<b>23,969</b>	<b>70,378</b>	<b>23,862</b>	<b>6,022</b>	<b>(8,354)</b>	<b>(183,469)</b>	<b>68,712</b>
<b>Fund Balance - Beginning</b>	<b>40,453</b>	<b>469,059</b>	<b>261,136</b>	<b>(20,486)</b>	<b>41,749</b>	<b>1,415,514</b>	<b>984,772</b>
<b>Fund Balance - Ending</b>	<b>\$ 64,422</b>	<b>\$ 539,437</b>	<b>\$ 284,998</b>	<b>\$ (14,464)</b>	<b>\$ 33,395</b>	<b>\$ 1,232,045</b>	<b>\$ 1,053,484</b>

		Capital Projects						Total Nonmajor Governmental Totals
Child Care Resource Management	Totals	Courtroom Improvement	1996 Bond Issue	2005 Bond Issue	FAA Project	Parking Garage	Totals	
\$ 11,448	\$ 83,476	\$ 642	\$ 38,963	27,490	\$ 60	\$ 108	\$ 67,263	\$ 150,739
6,539,100	#####	-	155,984	-	626,864	-	782,848	17,491,269
-	403,135	-	-	-	-	-	-	403,135
-	114,325	-	-	-	-	-	-	114,325
-	50,946	5,985	128,000	-	-	-	133,985	184,931
6,550,548	17,360,303	6,627	322,947	27,490	626,924	108	984,096	18,344,399
-	-	-	12,349	69,238	-	-	81,587	81,587
-	3,031,540	-	-	-	-	-	-	3,031,540
-	119,205	-	-	-	-	-	-	119,205
-	303,103	6,489	-	-	-	-	6,489	309,592
6,595,536	11,482,730	-	-	-	-	-	-	11,482,730
-	-	-	1,200,000	52,302	-	-	1,252,302	1,252,302
-	2,411,037	-	61,498	203,294	530,521	1,175	796,488	3,207,525
6,620	63,176	8,817	585,064	1,808,280	90,561	6,797	2,499,519	2,562,695
6,602,156	17,410,791	15,306	1,858,911	2,133,114	621,082	7,972	4,636,385	22,047,176
(51,608)	(50,488)	(8,679)	(1,535,964)	(2,105,624)	5,842	(7,864)	(3,652,289)	(3,702,777)
-	-	-	-	3,125,000	-	-	3,125,000	3,125,000
-	-	-	-	3,125,000	-	-	3,125,000	3,125,000
(51,608)	(50,488)	(8,679)	(1,535,964)	1,019,376	5,842	(7,864)	(527,289)	(577,777)
184,218	3,376,415	21,670	1,755,165	-	3,240	7,864	1,787,939	5,164,354
\$ 132,610	\$ 3,325,927	\$ 12,991	\$ 219,201	\$ 1,019,376	\$ 9,082	\$ -	\$ 1,260,650	\$ 4,586,577

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
SPECIAL REVENUES FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b><u>GENERAL GOVERNMENT</u></b>				
<b>County Records Improvement</b>				
Revenues				
Departmental Earnings	62,000	62,000	60,886	(1,114)
Interest	550	550	2,136	1,586
Total Revenues	<u>62,550</u>	<u>62,550</u>	<u>63,022</u>	<u>472</u>
Expenditures				
Other Expenditures	-	150	-	(150)
Capital Outlay	-	39,805	39,053	(752)
Total Expenditures	<u>-</u>	<u>39,955</u>	<u>39,053</u>	<u>(902)</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	62,550	22,595	23,969	1,374
Fund Balance - January 1, 2005	<u>65,007</u>	<u>65,007</u>	<u>40,453</u>	<u>(24,554)</u>
Fund Balance - December 31, 2005	<u>\$ 127,557</u>	<u>\$ 87,602</u>	<u>\$ 64,422</u>	<u>\$ (23,180)</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
SPECIAL REVENUES FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b><u>JUDICIAL</u></b>				
<b>Domestic Relations</b>				
Revenues				
Intergovernmental	\$ 2,136,729	\$ 2,136,729	\$ 2,199,132	\$ 62,403
Program / Project Income	(53,000)	(53,000)	43,756	96,756
Interest	1,200	1,200	2,303	1,103
Miscellaneous	(11,800)	(11,800)	515	12,315
Total Revenues	<u>2,073,129</u>	<u>2,073,129</u>	<u>2,245,706</u>	<u>172,577</u>
Expenditures				
Salaries & Benefits	1,789,239	1,849,895	1,819,728	(30,167)
Personnel Expense	6,300	8,426	7,721	(705)
Occupancy	700	756	756	-
Communication	51,500	51,500	46,348	(5,152)
Supplies & Minor Equip.	37,700	38,518	18,876	(19,642)
Transportation	11,140	11,140	6,862	(4,278)
Consultant/Contracted Svcs.	7,250	10,394	22,652	12,258
Other Expenditures	282,937	242,937	252,385	9,448
Contra Revenue Accounts	-	-	-	-
Capital Outlay	26,800	-	-	-
Total Expenditures	<u>2,213,566</u>	<u>2,213,566</u>	<u>2,175,328</u>	<u>(38,238)</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	(140,437)	(140,437)	70,378	210,815
Fund Balance - January 1, 2005	<u>140,437</u>	<u>140,437</u>	<u>469,059</u>	<u>328,622</u>
Fund Balance - December 31, 2005	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 539,437</u>	<u>\$ 539,437</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
SPECIAL REVENUES FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>Offender's Supervisory</b>				
Revenues				
Departmental Earnings	\$ 250,000	\$ 250,000	\$ 256,961	\$ 6,961
Intergovernmental	-	250,466	250,466	-
Interest	500	500	6,725	6,225
Total Revenues	<u>250,500</u>	<u>500,966</u>	<u>514,152</u>	<u>13,186</u>
Expenditures				
Reimburse Other Funds	250,500	490,966	490,290	(676)
Capital Outlay	-	-	-	-
Total Expenditures	<u>250,500</u>	<u>490,966</u>	<u>490,290</u>	<u>(676)</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	-	10,000	23,862	13,862
Fund Balance - January 1, 2005	<u>-</u>	<u>-</u>	<u>261,136</u>	<u>261,136</u>
Fund Balance - December 31, 2005	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 284,998</u>	<u>\$ 274,998</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
SPECIAL REVENUES FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
				<u>(Under)</u>
<b>Victim Witness / Stop Grant</b>				
Revenues				
Intergovernmental	\$ 348,122	\$ 359,614	\$ 325,810	\$ (33,804)
Interest	-	-	734	734
Miscellaneous	-	-	45,400	45,400
Total Revenues	<u>348,122</u>	<u>359,614</u>	<u>371,944</u>	<u>12,330</u>
Expenditures				
Salaries & Benefits	261,385	281,250	278,303	(2,947)
Personnel Expense	36	116	113	(3)
Lease Agreements	-	-	-	-
Communication	2,136	2,117	818	(1,299)
Supplies & Minor Equip.	8,290	5,844	4,092	(1,752)
Transportation	3,110	3,110	2,899	(211)
Consultant/Contracted Svcs.	2,524	582	-	(582)
Other Expenditures	10,778	10,775	10,231	(544)
Contra Revenue Account	49,426	53,483	69,466	15,983
Capital Outlay	-	-	-	-
Total Expenditures	<u>337,685</u>	<u>357,277</u>	<u>365,922</u>	<u>8,645</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	10,437	2,337	6,022	3,685
Fund Balance - January 1, 2005	<u>-</u>	<u>-</u>	<u>(20,486)</u>	<u>(20,486)</u>
Fund Balance - December 31, 2005	<u>\$ 10,437</u>	<u>\$ 2,337</u>	<u>\$ (14,464)</u>	<u>\$ (16,801)</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
SPECIAL REVENUES FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
				<u>(Under)</u>
<b><u>PUBLIC SAFETY</u></b>				
<b>Hazardous Materials / Act 147 Grants</b>				
Revenues				
Intergovernmental	\$ 118,866	\$ 118,866	\$ 120,560	\$ 1,694
Interest	592	592	2,252	1,660
Miscellaneous	-	-	1,891	1,891
Total Revenues	<u>119,458</u>	<u>119,458</u>	<u>124,703</u>	<u>5,245</u>
Expenditures				
Salaries & Benefits	1,907	1,907	1,907	-
Personnel Expense	10,000	11,870	9,301	(2,569)
Occupancy	5,150	11,710	10,431	(1,279)
Communication	10,500	11,200	31,435	20,235
Supplies & Minor Equipment	20,500	31,363	22,033	(9,330)
Transportation	7,000	3,000	2,028	(972)
Other Expenditures	56,311	58,511	42,070	(16,441)
Capital Outlay	37,500	46,130	13,852	(32,278)
Total Expenditures	<u>148,868</u>	<u>175,691</u>	<u>133,057</u>	<u>(42,634)</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	(29,410)	(56,233)	(8,354)	47,879
Fund Balance - January 1, 2005	<u>91,791</u>	<u>91,791</u>	<u>41,749</u>	<u>(50,042)</u>
Fund Balance - December 31, 2005	<u>\$ 62,381</u>	<u>\$ 35,558</u>	<u>\$ 33,395</u>	<u>\$ (2,163)</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
SPECIAL REVENUES FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b><u>PUBLIC WORKS</u></b>				
<b>Liquid Fuels</b>				
Revenues				
Intergovernmental	\$ 3,579,000	\$ 3,579,000	\$ 2,422,284	\$ (1,156,716)
Departmental Earnings	79,000	79,000	85,288	6,288
Interest	7,000	7,000	26,750	19,750
Total Revenues	<u>3,665,000</u>	<u>3,665,000</u>	<u>2,534,322</u>	<u>(1,130,678)</u>
Expenditures				
Salaries & Benefits	42,373	45,816	45,728	(88)
Consultant/Contracted Svcs.	2,296,000	2,236,000	37,705	(2,198,295)
Sub-Contracted Svcs	1,890,000	1,942,000	-	(1,942,000)
Communication	9,000	7,500	152	(7,348)
Supplies & Minor Equip.	99,500	129,287	39,860	(89,427)
Transportation	3,000	4,500	3,224	(1,276)
Other Expenditures	246,320	224,533	176,434	(48,099)
Infrastructure	140,000	140,000	2,411,037	2,271,037
Capital Outlay	50,300	50,300	3,651	(46,649)
Total Expenditures	<u>4,776,493</u>	<u>4,779,936</u>	<u>2,717,791</u>	<u>(2,062,145)</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	(1,111,493)	(1,114,936)	(183,469)	931,467
Fund Balance - January 1, 2005	<u>1,310,000</u>	<u>1,310,000</u>	<u>1,415,514</u>	<u>105,514</u>
Fund Balance - December 31, 2005	<u>\$ 198,507</u>	<u>\$ 195,064</u>	<u>\$ 1,232,045</u>	<u>\$ 1,036,981</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
SPECIAL REVENUES FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
				<u>(Under)</u>
<b><u>HUMAN SERVICES</u></b>				
<b>Office on Aging</b>				
Revenues				
Intergovernmental	\$ 5,443,410	\$ 5,443,410	\$ 4,851,069	\$ (592,341)
Program / Project Income	70,000	70,000	70,569	569
Interest and Rents	11,600	11,600	31,128	19,528
Miscellaneous	10,200	10,200	3,140	(7,060)
Total Revenues	<u>5,535,210</u>	<u>5,535,210</u>	<u>4,955,906</u>	<u>(579,304)</u>
Expenditures				
Reimbursement to State	15,000	115,000	66,796	(48,204)
Salaries & Benefits	2,152,271	2,277,293	2,133,560	(143,733)
Personnel Expense	24,450	24,750	10,325	(14,425)
Consultant/Contracted Svcs.	140,000	244,000	114,777	(129,223)
Sub Contracted Services	3,548,573	3,333,573	2,191,259	(1,142,314)
Occupancy	194,900	194,600	158,535	(36,065)
Communication	87,000	87,000	44,570	(42,430)
Supplies & Minor Equip.	211,500	222,500	45,739	(176,761)
Transportation	50,000	50,000	32,040	(17,960)
Other Expenditures	80,329	80,329	89,593	9,264
Capital Outlay	185,000	59,978	-	(59,978)
Total Expenditures	<u>6,689,023</u>	<u>6,689,023</u>	<u>4,887,194</u>	<u>(1,801,829)</u>
Excess (Deficiency) of Revenue Over (Under )Expenditures	(1,153,813)	(1,153,813)	68,712	1,222,525
Fund Balance - January 1, 2005	<u>1,197,413</u>	<u>1,197,413</u>	<u>984,772</u>	<u>(212,641)</u>
Fund Balance - December 31, 2005	<u>\$ 43,600</u>	<u>\$ 43,600</u>	<u>\$ 1,053,484</u>	<u>\$ 1,009,884</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
SPECIAL REVENUES FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>Child Care Resource Management</b>				
Revenues				
Intergovernmental	\$ 6,225,826	\$ 6,225,826	\$ 6,539,100	\$ 313,274
Interest	4,740	4,740	11,448	6,708
Total Revenues	<u>6,230,566</u>	<u>6,230,566</u>	<u>6,550,548</u>	<u>319,982</u>
Expenditures				
Reimbursement to State	-	119,403	108,295	(11,108)
Salaries & Benefits	553,275	597,864	500,177	(97,687)
Personnel Expense	2,200	7,200	4,840	(2,360)
Consultant/Contracted Svcs.	10,000	10,338	9,313	(1,025)
Sub Contracted Services	5,882,613	5,882,613	5,738,711	(143,902)
Occupancy	72,863	73,231	68,840	(4,391)
Communication	27,200	34,200	22,925	(11,275)
Supplies & Minor Equip.	62,700	62,700	25,689	(37,011)
Transportation	3,000	5,000	3,729	(1,271)
Other Expenditures	95,793	113,310	113,017	(293)
Capital Outlay	22,000	25,000	6,620	(18,380)
Total Expenditures	<u>6,731,644</u>	<u>6,930,859</u>	<u>6,602,156</u>	<u>(328,703)</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	(501,078)	(700,293)	(51,608)	648,685
Fund Balance - January 1, 2005	<u>700,293</u>	<u>700,293</u>	<u>184,218</u>	<u>(516,075)</u>
Fund Balance - December 31, 2005	<u>\$ 199,215</u>	<u>\$ -</u>	<u>\$ 132,610</u>	<u>\$ 132,610</u>

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**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND  
Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u> <u>(Under)</u>
<b>Courtroom Improvement Project</b>				
Revenues				
Interest	\$ 140	\$ 140	\$ 642	\$ 502
Miscellaneous	\$ -	\$ -	\$ 5,985	\$ 5,985
Total Revenues	<u>140</u>	<u>140</u>	<u>6,627</u>	<u>6,487</u>
Expenditures				
Fixed Assets	20,000	18,163	8,817	(9,346)
Infrastructure	-	-	-	-
Other Expenditures	<u>5,110</u>	<u>6,947</u>	<u>6,489</u>	<u>(458)</u>
Total Expenditures	<u>25,110</u>	<u>25,110</u>	<u>15,306</u>	<u>(9,804)</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	(24,970)	(24,970)	(8,679)	16,291
Fund Balance - January 1, 2005	26,110	26,110	21,670	(4,440)
Fund Balance - December 31, 2005	<u>\$ 1,140</u>	<u>\$ 1,140</u>	<u>\$ 12,991</u>	<u>\$ 11,851</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND  
For the Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>1996 Bond Fund</b>				
Revenues				
Intergovernmental	\$ 834,882	\$ 834,882	\$ 155,984	\$ (678,898)
Interest	21,000	21,000	38,963	17,963
Miscellaneous	-	100,986	128,000	27,014
Total Revenues	<u>855,882</u>	<u>956,868</u>	<u>322,947</u>	<u>(633,921)</u>
Expenditures				
Fixed Assets	1,635,352	1,980,217	585,064	(1,395,153)
Infrastructure	273,800	263,007	61,498	(201,509)
Interest	-	-	1,200,000	1,200,000
Other Expenditures	<u>414,730</u>	<u>181,644</u>	<u>12,349</u>	<u>(169,295)</u>
Total Expenditures	<u>2,323,882</u>	<u>2,424,868</u>	<u>1,858,911</u>	<u>(565,957)</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	(1,468,000)	(1,468,000)	(1,535,964)	(67,964)
Fund Balance - January 1, 2005	<u>1,468,000</u>	<u>1,468,000</u>	<u>1,755,165</u>	<u>287,165</u>
Fund Balance - December 31, 2005	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 219,201</u>	<u>\$ 219,201</u>

**County of Beaver, Pennsylvania**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL**

**CAPITAL PROJECTS FUND**

**For the Year Ended December 31, 2005**

	<u>Budget</u>		<u>2005</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>2005 Capital Bond</b>				
Revenues				
Interest	\$ -	\$ -	\$ 27,490	\$ 27,490
Miscellaneous	-	-	-	-
Total Revenues	-	-	27,490	27,490
Expenditures				
Fixed Assets	-	2,082,925	1,808,280	(274,645)
Infrastructure	-	245,894	203,294	(42,600)
Interest	-	-	52,302	52,302
Other-Bond Issue Expense	-	69,238	69,238	-
Total Expenditures	-	2,398,057	2,133,114	(264,943)
Excess (Deficiency) of Revenue Over (Under) Expenditures	-	(2,398,057)	(2,105,624)	292,433
Other Financing Sources (Uses)				
Proceeds of Long-Term Capital Debt	-	3,125,000	3,125,000	-
Other Financing Uses-Discount	-	(599,555)	-	599,555
Total Financing Sources (Uses)	-	2,525,445	3,125,000	599,555
Fund Balance - January 1, 2005	-	-	-	-
Fund Balance - December 31, 2005	\$ -	\$ 127,388	\$ 1,019,376	\$ 891,988

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**County of Beaver, Pennsylvania**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**For the Year Ended December 31, 2005**

	Balance January 1, 2005	Additions	Deductions	Balance December 31, 2005
<b>Clerk of Courts</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 366,830	2,225,100	2,275,214	\$ 316,716
	<u>366,830</u>	<u>2,225,100</u>	<u>2,275,214</u>	<u>316,716</u>
<b>LIABILITIES</b>				
Accounts Payable	366,331	2,224,588	2,274,715	\$ 316,204
Due to Other Funds	499	512	499	\$ 512
	<u>\$ 366,830</u>	<u>2,225,100</u>	<u>2,275,214</u>	<u>\$ 316,716</u>
<b>Clerk of Courts Automation - Act 136</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 10,865	8,950	16,462	\$ 3,353
Due from Other Funds	499	14	-	\$ 513
	<u>11,364</u>	<u>8,964</u>	<u>16,462</u>	<u>3,866</u>
<b>LIABILITIES</b>				
Accounts Payable	11,364	8,964	16,462	\$ 3,866
	<u>\$ 11,364</u>	<u>8,964</u>	<u>16,462</u>	<u>\$ 3,866</u>
<b>Domestic Relations - Support Payments</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 66,690	321,022	366,634	\$ 21,078
	<u>66,690</u>	<u>321,022</u>	<u>366,634</u>	<u>21,078</u>
<b>LIABILITIES</b>				
Accounts Payable	66,690	321,022	366,634	\$ 21,078
	<u>\$ 66,690</u>	<u>321,022</u>	<u>366,634</u>	<u>\$ 21,078</u>
<b>Other Escrow</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 333,951	74,900	68,709	\$ 340,142
Investments	265,577			\$ 265,577
Accounts Receivable	50,745	5,881	45,400	\$ 11,226
	<u>650,273</u>	<u>80,781</u>	<u>114,109</u>	<u>616,945</u>
<b>LIABILITIES</b>				
Accounts Payable	650,273	80,781	114,109	\$ 616,945
	<u>\$ 650,273</u>	<u>80,781</u>	<u>114,109</u>	<u>\$ 616,945</u>

**County of Beaver, Pennsylvania**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**For the Year Ended December 31, 2005**

	<b>Balance January 1, 2005</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance December 31, 2005</b>
<b>Prothonotary</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 141,596	841,215	795,888	\$ 186,923
	<u>141,596</u>	<u>841,215</u>	<u>795,888</u>	<u>186,923</u>
<b>LIABILITIES</b>				
Accounts Payable	140,671	839,985	794,963	\$ 185,693
Due to Other Funds	925	1,230	925	\$ 1,230
	<u>\$ 141,596</u>	<u>841,215</u>	<u>795,888</u>	<u>\$ 186,923</u>
<b>Prothonotary Automation Fund</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 32,143	16,614	305	\$ 48,452
Due from Other Funds	925	305	-	\$ 1,230
	<u>33,068</u>	<u>16,919</u>	<u>305</u>	<u>49,682</u>
<b>LIABILITIES</b>				
Accounts Payable	33,068	16,919	305	\$ 49,682
	<u>\$ 33,068</u>	<u>16,919</u>	<u>305</u>	<u>\$ 49,682</u>
<b>Recorder of Deeds</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 482,145	9,756,139	9,861,309	\$ 376,975
Accounts Receivable - State	3,672	4,465	3,672	\$ 4,465
	<u>485,817</u>	<u>9,760,604</u>	<u>9,864,981</u>	<u>381,440</u>
<b>LIABILITIES</b>				
Accounts Payable	482,070	9,753,470	9,861,234	\$ 374,306
Due to Other Funds	3,747	7,134	3,747	\$ 7,134
	<u>\$ 485,817</u>	<u>9,760,604</u>	<u>9,864,981</u>	<u>\$ 381,440</u>
<b>Recorder Records Improvement</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 83,768	90,431	24,247	\$ 149,952
Due from Other Funds	3,747	3,387	-	\$ 7,134
	<u>87,515</u>	<u>93,818</u>	<u>24,247</u>	<u>157,086</u>
<b>LIABILITIES</b>				
Accounts Payable	87,515	93,818	24,247	\$ 157,086
	<u>\$ 87,515</u>	<u>93,818</u>	<u>24,247</u>	<u>\$ 157,086</u>

**County of Beaver, Pennsylvania**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**For the Year Ended December 31, 2005**

	<b>Balance January 1, 2005</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance December 31, 2005</b>
<b>Register of Wills</b>				
ASSETS				
Cash and cash equivalents	\$ 43,611	8,112,262	8,064,959	\$ 90,914
Accounts Receivable - State	4,815	4,671	4,815	\$ 4,671
	<u>48,426</u>	<u>8,116,933</u>	<u>8,069,774</u>	<u>95,585</u>
LIABILITIES				
Accounts Payable	48,426	8,116,933	8,069,774	\$ 95,585
	<u>\$ 48,426</u>	<u>8,116,933</u>	<u>8,069,774</u>	<u>\$ 95,585</u>
 <b>Sheriff</b>				
ASSETS				
Cash and cash equivalents	\$ 295,856	2,234,446	2,180,386	\$ 349,916
	<u>295,856</u>	<u>2,234,446</u>	<u>2,180,386</u>	<u>349,916</u>
LIABILITIES				
Accounts Payable	295,856	2,234,446	2,180,386	\$ 349,916
	<u>\$ 295,856</u>	<u>2,234,446</u>	<u>2,180,386</u>	<u>\$ 349,916</u>
 <b>Tax Claims</b>				
ASSETS				
Cash and cash equivalents	\$ 1,493,177	10,454,829	10,053,088	\$ 1,894,918
	<u>1,493,177</u>	<u>10,454,829</u>	<u>10,053,088</u>	<u>1,894,918</u>
LIABILITIES				
Accounts Payable	1,493,177	10,454,829	10,053,088	\$ 1,894,918
	<u>\$ 1,493,177</u>	<u>10,454,829</u>	<u>10,053,088</u>	<u>\$ 1,894,918</u>
 <b>Treasurer</b>				
ASSETS				
Cash and cash equivalents	\$ 31,316	262,926	269,479	\$ 24,763
	<u>31,316</u>	<u>262,926</u>	<u>269,479</u>	<u>24,763</u>
LIABILITIES				
Accounts Payable	31,316	262,926	269,479	\$ 24,763
	<u>\$ 31,316</u>	<u>262,926</u>	<u>269,479</u>	<u>\$ 24,763</u>

**County of Beaver, Pennsylvania**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**For the Year Ended December 31, 2005**

	<u>Balance January 1, 2005</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2005</u>
<b>Total - Agency Funds</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 3,381,948	\$ 34,398,834	\$ 33,976,680	\$ 3,804,102
Investments	265,577	-	-	\$ 265,577
Due from Other Funds	5,171	3,706	-	\$ 8,877
Accounts Receivable - State	59,232	15,017	53,887	\$ 20,362
	<u>3,711,928</u>	<u>34,417,557</u>	<u>34,030,567</u>	<u>4,098,918</u>
<b>LIABILITIES</b>				
Accounts Payable	3,706,757	34,408,681	34,025,396	\$ 4,090,042
Due to Other Funds	5,171	8,876	5,171	\$ 8,876
	<u>\$ 3,711,928</u>	<u>34,417,557</u>	<u>34,030,567</u>	<u>\$ 4,098,918</u>

**STATISTICAL SECTION**

**County of Beaver, Pennsylvania**  
**General Revenues by Source for all Governmental Fund Types - Last Ten Years**  
**1996-2005**

	<u>Taxes</u>	<u>Licenses and Permits</u>	<u>Investment Income</u>	<u>Inter Governmental Revenues</u>	<u>Project Revenues</u>
1996	\$ 23,381,882	\$ 40,834	\$ 1,362,239	\$ 37,294,399	\$ 903,586
1997	\$ 30,039,445	\$ 45,129	\$ 4,583,408	\$ 41,951,072	\$ 985,650
1998	\$ 30,852,922	\$ 86,993	\$ 5,217,055	\$ 44,953,946	\$ 1,214,911
1999	\$ 28,632,793	\$ 89,527	\$ 5,305,292	\$ 49,758,901	\$ 1,302,569
2000	\$ 28,843,943	\$ 74,734	\$ 4,855,017	\$ 58,044,698	\$ 2,058,171
2001	\$ 28,163,762	\$ 80,080	\$ 2,886,844	\$ 58,203,733	\$ 1,873,172
2002	\$ 31,715,029	\$ 112,552	\$ 1,337,353	\$ 63,124,529	\$ 2,245,428
2003	\$ 32,798,112	\$ 120,258	\$ 984,415	\$ 70,025,840	\$ 2,558,023
2004	\$ 32,890,800	\$ 77,137	\$ 828,021	\$ 71,617,067	\$ 3,010,237
2005	\$ 35,317,573	\$ 72,633	\$ 1,174,688	\$ 78,860,749	\$ 2,920,122

<u>Charges for</u> <u>Services</u> <u>and Facilities</u>	<u>Misc.</u> <u>Revenues</u>	<u>Total</u>
\$ 3,482,247	\$ 1,782,272	\$ 68,247,459
\$ 3,565,983	\$ 1,378,268	\$ 82,548,955
\$ 3,730,534	\$ 1,367,860	\$ 87,424,221
\$ 4,746,117	\$ 1,033,070	\$ 90,868,269
\$ 4,825,494	\$ 1,117,811	\$ 99,819,868
\$ 4,933,711	\$ 1,319,288	\$ 97,460,590
\$ 5,754,603	\$ 1,827,143	\$ 106,116,637
\$ 6,190,617	\$ 1,681,517	\$ 114,358,782
\$ 6,014,249	\$ 2,443,662	\$ 116,881,173
\$ 5,840,710	\$ 1,875,861	\$ 126,062,336

**County of Beaver, Pennsylvania**  
**General Government Expenditures by Function**  
**for all Govenmental Fund Types-Last Ten Years**  
**1996-2005**

<u>Year</u>	<u>General</u> <u>Government</u>	<u>Judicial</u>	<u>Public</u> <u>Safety</u>	<u>Public</u> <u>Works</u>	<u>Culture,</u> <u>Recreation and</u> <u>Conservation</u>
1996	\$ 7,576,303	\$ 8,692,502	\$ 7,210,269	\$ 2,387,472	\$ 7,988,113
1997	\$ 7,769,568	\$ 9,147,423	\$ 7,711,409	\$ 10,854,203	\$ 2,023,762
1998	\$ 7,615,930	\$ 9,459,935	\$ 8,096,825	\$ 9,217,563	\$ 1,958,900
1999	\$ 7,683,790	\$ 9,589,475	\$ 7,721,749	\$ 10,542,735	\$ 2,380,613
2000	\$ 7,799,771	\$ 10,450,728	\$ 9,582,188	\$ 13,805,776	\$ 2,470,877
2001	\$ 8,085,258	\$ 10,995,762	\$ 10,337,838	\$ 12,297,826	\$ 2,839,711
2002	\$ 8,765,584	\$ 11,983,149	\$ 11,040,261	\$ 13,566,984	\$ 3,098,146
2003	\$ 9,026,172	\$ 12,557,536	\$ 12,176,861	\$ 13,666,279	\$ 3,250,341
2004	\$ 9,420,239	\$ 12,689,128	\$ 11,347,406	\$ 12,675,793	\$ 2,803,330
2005	\$ 18,249,926	\$ 15,965,270	\$ 16,764,923	\$ 14,218,880	\$ 3,230,307

Notes:

(1) - Prior to 1997, infrastructure was included in various other functions.

<u>Human Services</u>	<u>Miscellaneous</u>	<u>Debt Service</u>	<u>Infrastructure (1)</u>	<u>Fixed Assets</u>	<u>Total</u>
\$ 30,763,006	\$ 446,444	\$ 2,023,883	\$ -	\$ 3,140,699	\$ 70,228,691
\$ 33,251,040	\$ 621,498	\$ 5,968,244	\$ 396,958	\$ 2,299,869	\$ 80,043,974
\$ 36,040,330	\$ 404,920	\$ 4,812,778	\$ 1,222,630	\$ 5,774,639	\$ 84,604,450
\$ 39,315,567	\$ 781,221	\$ 5,183,895	\$ 1,711,933	\$ 16,486,701	\$ 101,397,679
\$ 44,453,791	\$ 603,553	\$ 5,176,110	\$ 4,626,633	\$ 20,052,497	\$ 119,021,924
\$ 49,185,726	\$ 456,648	\$ 5,222,240	\$ 784,048	\$ 12,433,834	\$ 112,638,891
\$ 56,536,369	\$ 592,953	\$ 5,352,171	\$ 1,281,767	\$ 17,754,912	\$ 129,972,296
\$ 61,068,794	\$ 795,143	\$ 4,772,095	\$ 245,318	\$ 2,990,460	\$ 120,548,999
\$ 66,354,133	\$ 501,769	\$ 5,691,485	\$ 167,902	\$ 1,156,853	\$ 122,808,038
\$ 63,006,281	\$ 1,259,430	\$ 5,938,937	#REF!	\$ 2,821,743	#REF!

**County of Beaver, Pennsylvania**  
**Real Property Tax Levies and Collections**  
**Assessed Value of Taxable Property - Last Ten Years**  
**1996-2005**

<u>Year</u>	<u>Tax Rate (Mills)</u>	<u>Certified Estimated Assessed Valuation</u>	<u>End of Year Actual Assessed Valuation</u>	<u>Total Taxes Levied</u>
1996	12.40	\$ 1,830,548,706	\$ 1,836,309,435	\$ 22,698,804
1997	16.20	\$ 1,841,873,815	\$ 1,844,607,919	\$ 29,838,358
1998	16.20	\$ 1,864,177,198	\$ 1,866,911,302	\$ 30,199,670
1999	16.20	\$ 1,883,258,077	\$ 1,884,621,372	\$ 28,248,871
2000	15.00	\$ 2,025,875,575	\$ 2,029,109,475	\$ 27,798,799
2001	13.70	\$ 2,018,564,905	\$ 2,028,251,318	\$ 27,787,043
2002	13.70	\$ 2,038,174,715	\$ 2,046,020,103	\$ 32,122,516
2003	15.70	\$ 2,060,223,221	\$ 2,082,764,421	\$ 32,699,401
2004	15.70	\$ 2,082,764,421	\$ 1,989,040,400	\$ 32,699,401
2005	17.70	\$ 1,989,040,400	\$ 2,007,336,237	\$ 35,529,851

Source: Beaver County Board of Property Assessment

<u>Current Tax Collections</u>	<u>Percentages of Levy Collected During Year</u>	<u>Delinquent &amp; Lien Tax Collections</u>	<u>Total Tax Collections</u>	<u>Total Collections as Percentage of Taxes Levied</u>
\$ 20,350,860	89.66%	\$ 3,031,022	\$ 23,381,882	103.01%
\$ 26,681,914	89.42%	\$ 3,357,531	\$ 30,039,445	100.67%
\$ 27,101,142	89.74%	\$ 3,751,780	\$ 30,852,922	102.16%
\$ 25,365,530	89.79%	\$ 3,267,263	\$ 28,632,793	101.36%
\$ 25,477,666	91.65%	\$ 3,366,277	\$ 28,843,943	103.76%
\$ 25,077,723	90.25%	\$ 3,086,040	\$ 28,163,763	101.36%
\$ 28,870,520	90.25%	\$ 2,844,509	\$ 31,715,029	98.73%
\$ 29,549,369	90.37%	\$ 3,248,743	\$ 32,798,112	100.30%
\$ 29,615,181	90.57%	\$ 3,275,619	\$ 32,890,800	100.59%
\$ 32,183,528	90.58%	\$ 3,134,045	\$ 35,317,573	99.40%

**County of Beaver, Pennsylvania**  
Assessed and Estimated Actual Value of Property  
Last Ten Years

<u>Fiscal Year</u>	<u>End of Year Actual Assessed Valuation</u> (1)	<u>End of Year Estimated Actual Valuation</u> (2)	<u>Common Level Factor</u> (3)
1996	\$ 1,836,309,435	\$ 4,407,142,644	2.40
1997	\$ 1,844,607,919	\$ 4,519,289,402	2.45
1998	\$ 1,866,911,302	\$ 4,816,631,159	2.58
1999	\$ 1,884,621,372	\$ 4,843,476,926	2.57
2000	\$ 2,029,109,475	\$ 5,539,468,867	2.73
2001	\$ 2,028,251,318	\$ 5,780,516,256	2.85
2002	\$ 2,046,020,103	\$ 5,912,998,098	2.89
2003	\$ 2,082,764,421	\$ 5,977,533,888	2.87
2004	\$ 1,989,040,400	\$ 6,185,915,644	3.11
2005	\$ 2,007,336,237	\$ 6,483,696,046	3.23

(1) Beaver County Board of Property Assessment

(2) Calculation

(3) Pennsylvania State Tax Equilization Board

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**County of Beaver, Pennsylvania**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
**Per \$1000 of Assessed Value**

Municipality and School District

Source: Beaver County Board of Property Assessment

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
City of Beaver Falls					
Municipal	30.00	30.00	28.00	28.00	24.00
School District	59.00	56.00	56.00	54.00	52.00
City of Aliquippa					
Municipal	90.30	89.00	89.00	86.00	77.00
School District	201.00	193.00	185.00	185.00	165.00
Ambridge Borough					
Municipal	31.50	30.50	28.50	28.50	28.50
School District	56.00	56.00	53.00	53.00	51.00
Baden Borough					
Municipal	20.75	17.00	17.00	17.00	17.00
School District	56.00	56.00	53.00	53.00	51.00
Beaver Borough					
Municipal	20.00	18.00	16.50	16.50	14.50
School District	55.00	52.50	50.50	48.00	45.00
Bridgewater Borough					
Municipal	23.00	23.00	23.00	21.00	20.00
School District	55.00	52.50	50.50	48.00	45.00
Conway Borough					
Municipal	21.00	19.00	17.50	14.50	12.50
School District	37.00	37.00	37.00	36.00	36.00
Darlington Borough					
Municipal	7.40	7.40	7.40	7.40	7.40
School District	44.90	44.90	44.90	44.90	41.90
East Rochester Borough					
Municipal	18.00	18.00	18.00	17.00	17.00
School District	47.00	47.00	42.00	44.00	41.50

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
24.00	24.00	24.00	24.00	24.00
49.00	48.00	48.00	46.00	46.00
79.00	79.00	79.00	79.00	79.00
165.00	165.00	165.00	162.00	162.00
28.50	29.00	30.00	29.00	25.00
49.00	47.00	43.00	43.00	41.00
17.00	17.00	17.00	15.50	15.50
49.50	47.00	43.00	43.00	41.00
14.50	14.50	14.50	14.50	14.50
43.50	42.50	42.50	40.50	38.00
20.00	20.00	18.50	18.50	18.50
43.50	42.50	42.50	40.50	38.00
12.50	9.50	9.50	9.50	9.50
36.00	36.00	36.00	34.00	34.00
7.40	7.40	7.40	7.40	7.40
41.90	40.90	40.90	40.90	40.90
17.00	14.00	14.00	14.00	14.00
41.50	41.50	41.50	41.50	41.50

**County of Beaver, Pennsylvania**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
**Per \$1000 of Assessed Value**

Municipality and School District

Source: Beaver County Board of Property Assessment

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
(Continued)					
Eastvale Borough					
Municipal	22.00	22.00	22.00	20.00	20.00
School District	59.00	56.00	56.00	54.00	52.00
Ellwood City Borough					
Municipal	0.00	0.00	0.00	0.00	0.00
School District	0.00	0.00	0.00	0.00	0.00
Fallston Borough					
Municipal	14.00	14.00	14.00	12.00	12.00
School District	46.00	46.00	40.00	40.00	38.00
Frankfort Springs Borough					
Municipal	2.00	2.00	2.00	2.00	2.00
School District	50.00	50.00	34.00	34.00	28.00
Freedom Borough					
Municipal	22.00	22.00	22.00	19.75	19.75
School District	37.00	37.00	37.00	36.00	36.00
Georgetown Borough					
Municipal	4.00	4.00	4.00	4.00	4.00
School District	50.00	50.00	34.00	34.00	28.00
Glasgow Borough					
Municipal	10.00	10.00	10.00	10.00	10.00
School District	37.50	37.50	37.50	37.50	37.50
Homewood Borough					
Municipal	12.00	12.00	12.00	12.00	12.00
School District	59.00	56.00	56.00	54.00	52.00
Hookstown Borough					
Municipal	3.00	3.00	3.00	3.00	3.00
School District	50.00	50.00	34.00	34.00	28.00

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
18.00	18.00	18.00	18.00	18.00
49.00	48.00	48.00	46.00	46.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
12.00	12.00	12.00	12.00	10.00
36.00	36.00	36.00	36.00	36.00
2.00	2.00	2.00	2.00	2.00
28.00	40.00	40.00	36.00	36.00
17.75	17.75	17.75	15.75	15.75
36.00	36.00	36.00	34.00	34.00
4.00	4.00	4.00	4.00	4.00
28.00	40.00	40.00	36.00	36.00
10.00	10.00	10.00	10.00	10.00
37.50	37.50	37.50	37.50	37.50
12.00	12.00	12.00	12.00	12.00
49.00	48.00	48.00	46.00	46.00
3.00	3.00	3.00	3.00	3.00
28.00	40.00	40.00	36.00	36.00

**County of Beaver, Pennsylvania**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
**Per \$1000 of Assessed Value**

Municipality and School District

Source: Beaver County Board of Property Assessment

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
(Continued)					
Koppel Borough					
Municipal	12.00	12.00	12.00	12.00	12.00
School District	59.00	56.00	56.00	54.00	52.00
Midland Borough					
Municipal	32.50	30.00	26.50	26.50	26.50
School District	28.00	28.00	28.00	31.00	33.00
Monaca Borough					
Municipal	21.40	21.40	21.40	18.90	18.90
School District	45.00	42.00	42.00	42.00	42.00
New Brighton Borough					
Municipal	24.00	24.00	22.86	22.86	22.86
School District	46.00	46.00	40.00	40.00	38.00
New Galilee Borough					
Municipal	10.50	10.50	10.50	11.50	11.50
School District	59.00	56.00	56.00	54.00	52.00
Patterson Heights Borough					
Municipal	15.00	14.00	14.00	14.00	14.00
School District	44.90	44.90	44.90	44.90	41.90
Rochester Borough					
Municipal	29.50	29.50	27.00	27.00	25.50
School District	47.00	47.00	42.00	44.00	41.50
Shippingport Borough					
Municipal	1.00	1.00	1.00	1.00	1.00
School District	50.00	50.00	34.00	34.00	28.00
South Heights Borough					
Municipal	19.50	19.50	14.50	14.50	14.50
School District	56.00	56.00	53.00	53.00	51.00

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
12.00	12.00	12.00	12.00	10.00
49.00	48.00	48.00	46.00	46.00
26.50	26.50	26.50	26.50	26.50
35.00	35.00	35.00	33.00	33.00
16.00	16.00	16.00	14.70	14.70
40.00	40.00	40.00	38.50	38.50
20.86	20.86	20.86	20.25	20.25
36.00	36.00	36.00	36.00	36.00
11.50	10.50	10.50	13.00	8.00
49.00	48.00	48.00	46.00	46.00
14.00	13.00	13.00	13.00	13.00
41.90	40.90	40.90	40.90	40.90
25.50	23.50	23.50	20.50	20.50
41.50	41.50	41.50	41.50	41.50
1.00	39.00	0.39	0.39	0.39
28.00	40.00	40.00	36.00	36.00
14.50	14.50	14.50	11.50	11.50
49.50	47.00	43.00	43.00	41.00

**County of Beaver, Pennsylvania**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
**Per \$1000 of Assessed Value**

Municipality and School District

Source: Beaver County Board of Property Assessment

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
(Continued)					
West Mayfield Borough					
Municipal	13.75	13.75	12.25	12.25	12.25
School District	44.90	44.90	44.90	44.90	41.90
Big Beaver Borough					
Municipal	11.50	11.50	11.50	11.50	11.50
School District	59.00	56.00	56.00	54.00	52.00
Vanport Township					
Municipal	17.50	16.50	16.50	16.50	16.50
School District	55.00	52.50	50.50	48.00	45.00
Brighton Township					
Municipal	9.00	7.00	7.00	6.00	6.00
School District	55.00	52.50	50.50	48.00	45.00
Center Township					
Municipal	7.00	7.00	7.00	7.00	7.00
School District	47.30	45.10	44.10	43.10	43.10
Chippewa Township					
Municipal	14.00	12.00	12.00	10.00	10.00
School District	44.90	44.90	44.90	44.90	41.90
Darlington Township					
Municipal	6.00	6.00	6.00	5.00	5.00
School District	44.90	44.90	44.90	44.90	41.90
Daugherty Township					
Municipal	6.50	6.50	6.50	6.50	6.50
School District	46.00	46.00	40.00	40.00	38.00
Economy Borough					
Municipal	14.00	14.00	14.00	14.00	11.50
School District	56.00	56.00	53.00	53.00	51.00

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
12.25	12.25	12.25	12.25	12.25
41.90	40.90	40.90	40.90	40.90
11.50	11.50	11.50	10.00	10.00
49.00	48.00	48.00	46.00	46.00
16.50	16.50	16.50	16.50	16.50
43.50	42.50	42.50	40.50	38.00
6.00	6.00	5.00	5.00	5.00
43.50	42.50	42.50	40.50	38.00
7.00	6.00	6.00	6.00	6.00
43.10	40.60	40.60	40.60	40.60
10.00	9.00	9.00	7.00	7.00
41.90	40.90	40.90	40.90	40.90
6.00	8.00	8.00	5.00	3.00
41.90	40.90	40.90	40.90	40.90
6.50	6.50	6.50	6.50	6.50
36.00	36.00	36.00	36.00	36.00
11.50	11.50	11.50	8.50	8.50
49.50	47.00	43.00	43.00	41.00

**County of Beaver, Pennsylvania**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
**Per \$1000 of Assessed Value**

Municipality and School District

Source: Beaver County Board of Property Assessment

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
(Continued)					
Franklin Township					
Municipal	5.00	5.00	5.00	5.00	5.00
School District	55.50	55.50	55.50	53.50	48.00
Greene Township					
Municipal	7.50	7.50	6.00	6.00	6.00
School District	50.00	50.00	34.00	34.00	28.00
Hanover Township					
Municipal	5.00	5.00	4.00	4.00	4.00
School District	50.00	50.00	34.00	34.00	28.00
Harmony Township					
Municipal	19.28	19.28	18.28	18.28	18.28
School District	56.00	56.00	53.00	53.00	51.00
Hopewell Township					
Municipal	11.00	11.00	10.00	10.00	10.00
School District	66.00	62.50	61.00	57.00	56.00
Independence Township					
Municipal	12.50	10.50	10.50	9.50	9.50
School District	66.00	62.50	61.00	57.00	56.00
Industry Borough					
Municipal	12.00	12.00	12.00	12.00	12.00
School District	37.50	37.50	37.50	37.50	37.50
Marion Township					
Municipal	5.50	3.50	3.50	3.50	3.50
School District	55.50	55.50	55.50	53.50	48.00
New Sewickley Township					
Municipal	11.50	11.50	8.50	8.50	7.50
School District	37.00	37.00	37.00	36.00	36.00

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
5.00 47.00	5.00 46.00	5.00 46.00	5.00 46.00	3.00 46.00
6.00 28.00	5.00 40.00	5.00 40.00	5.00 36.00	4.00 36.00
4.00 28.00	4.00 40.00	4.00 40.00	4.00 36.00	4.00 36.00
18.28 49.50	18.28 47.00	18.28 43.00	18.28 43.00	16.00 41.00
10.00 53.00	9.00 50.00	9.00 50.00	9.00 48.00	9.00 47.00
9.50 53.00	7.50 50.00	5.50 50.00	5.50 48.00	5.50 47.00
12.00 37.50	12.00 37.50	12.00 37.50	12.00 37.50	10.00 37.50
2.50 47.00	2.50 46.00	2.50 46.00	2.50 46.00	2.50 46.00
7.50 36.00	8.25 36.00	9.25 36.00	9.25 34.00	9.25 34.00

**County of Beaver, Pennsylvania**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
**Per \$1000 of Assessed Value**

Municipality and School District

Source: Beaver County Board of Property Assessment

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
(Continued)					
North Sewickley Township					
Municipal	5.00	3.00	3.00	3.00	3.00
School District	55.50	55.50	55.50	53.50	48.00
Ohioville Borough					
Municipal	9.00	9.00	9.00	9.00	9.00
School District	37.50	37.50	37.50	37.50	37.50
Patterson Township					
Municipal	12.00	12.00	10.00	9.00	7.00
School District	44.90	44.90	44.90	44.90	41.90
Potter Township					
Municipal	7.00	7.00	7.00	7.00	7.00
School District	47.30	45.10	44.10	43.10	43.10
Pulaski Township					
Municipal	11.00	11.00	11.00	11.00	11.00
School District	46.00	46.00	40.00	40.00	38.00
Raccoon Township					
Municipal	10.00	10.00	7.50	7.50	5.50
School District	66.00	62.50	61.00	57.00	56.00
Rochester Township					
Municipal	22.3820	22.38	20.38	20.382	15.38
School District	47.00	47.00	42.00	44.00	41.50
South Beaver Township					
Municipal	11.00	10.00	8.00	8.00	8.00
School District	44.90	44.90	44.90	44.90	41.90
White Township					
Municipal	14.00	14.00	14.00	14.00	14.00
School District	59.00	56.00	56.00	54.00	52.00

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
3.00 47.00	3.00 46.00	3.00 46.00	3.00 46.00	3.00 46.00
9.00 37.50	9.00 37.50	8.50 37.50	8.50 37.50	7.00 37.50
7.00 41.90	7.00 40.90	7.00 40.90	7.00 40.90	7.00 40.90
7.00 43.10	7.00 40.60	7.00 40.60	7.00 40.60	7.50 40.60
11.00 36.00	11.00 36.00	11.00 36.00	11.00 36.00	11.00 36.00
5.50 53.00	4.00 50.00	4.00 50.00	4.00 48.00	4.00 47.00
15.38 41.50	13.88 41.50	13.88 41.50	8.88 41.50	8.88 41.50
6.00 41.90	6.00 40.90	6.00 40.90	6.00 40.90	6.00 40.90
14.00 49.00	14.00 48.00	11.00 48.00	11.00 46.00	9.00 46.00

**County of Beaver, Pennsylvania**  
**Ratio of Net General Bonded Debt to Assessed Valuation**  
**and Net Bonded Debt Per Capita**  
**1996 - 2005**

<u>Year</u>	<u>Gross Bonded Debt</u>	<u>Debt Payable From Enterprise Fund</u>	<u>Net Bonded Debt</u>	<u>End of Year Actual Assessed Valuation</u>
1996	\$ 80,986,143	\$ 6,760,000	\$ 74,226,143	\$ 1,836,309,435
1997	\$ 83,606,277	\$ 6,480,000	\$ 77,126,277	\$ 1,844,607,914
1998	\$ 82,519,046	\$ 6,525,000	\$ 75,994,046	\$ 1,866,911,302
1999	\$ 81,081,664	\$ 6,250,000	\$ 74,831,664	\$ 1,884,621,372
2000	\$ 79,546,522	\$ 5,905,000	\$ 73,641,522	\$ 2,029,109,475
2001	\$ 77,899,699	\$ 5,540,000	\$ 72,359,699	\$ 2,028,251,318
2002	\$ 80,371,859	\$ 5,170,000	\$ 75,201,859	\$ 2,046,020,103
2003	\$ 80,662,685	\$ 6,018,792	\$ 74,643,893	\$ 2,082,764,421
2004	\$ 78,248,873	\$ 5,505,416	\$ 72,743,457	\$ 1,989,040,400
2005	\$ 95,799,486	\$ 4,982,040	\$ 90,817,446	\$ 2,007,336,237

[1] used 2001 amounts for 2002 and 2003, and used 2004 amounts for 2005.

<u>Percentage of Net Debt to Assessed Valuation</u>	<u>Population [1]</u>	<u>Net Debt Per Capita</u>
4.04%	187,009	\$ 396.91
4.18%	186,000	\$ 414.66
4.07%	184,406	\$ 412.10
3.97%	182,687	\$ 409.62
3.63%	181,412	\$ 405.94
3.57%	182,687	\$ 396.09
3.68%	182,687	\$ 411.64
3.58%	182,687	\$ 408.59
3.66%	178,601	\$ 407.30
4.52%	178,601	\$ 508.49

**County of Beaver, Pennsylvania**  
**Computation of Legal Debt Margin**  
**December 31, 2005**

**Borrowing Base Revenues:**

2003	48,607,567
2004	49,030,640
2005	64,411,901

Total revenues	<u>\$ 162,050,108</u>
----------------	-----------------------

**Debt Limit For General Obligation Bonds:**

Average borrowing base revenues	\$ 54,016,703
Debt Limit - 300% of average	162,050,108
Total amount of debt applicable to debt limit	<u>95,799,486</u>

Legal debt margin	<u>\$ 66,250,622</u>
-------------------	----------------------

**Debt Limit For General Obligation Bonds and Lease Rental Debt:**

Average borrowing base revenues	\$ 54,016,703
Debt Limit - 400% of average	216,066,811
Total amount of debt applicable to debt limit	<u>116,499,742</u>

Legal debt margin	<u>\$ 99,567,069</u>
-------------------	----------------------

**County of Beaver, Pennsylvania**  
**Ratio of Annual Debt Service for General Bonded Debt to Total**  
**General Government Expenditures - Last Ten Years**  
**1996-2005**

Fiscal Year	Principal	Interest	Debt Service	Total Expenditures	Ratio of Debt Service to General Expenditures
1996	\$ 1,370,000	\$ 650,883	\$ 2,020,883	\$ 70,228,691	2.9%
1997	\$ 1,435,000	\$3,765,252	\$ 5,200,252	\$ 80,043,974	6.5%
1998	\$ 1,505,000	\$3,307,778	\$ 4,812,778	\$ 84,604,450	5.6%
1999	\$ 1,565,000	\$3,618,895	\$ 5,183,895	\$ 101,397,679	5.1%
2000	\$ 1,625,000	\$3,556,295	\$ 5,181,295	\$ 119,021,924	4.4%
2001	\$ 1,735,000	\$3,487,240	\$ 5,222,240	\$ 112,638,891	4.6%
2002	\$ 1,905,000	\$3,447,171	\$ 5,352,171	\$ 129,972,296	4.1%
2003	\$ 801,544	\$3,878,269	\$ 4,679,813	\$ 120,548,999	3.9%
2004	\$ 1,900,436	\$3,791,049	\$ 5,691,485	\$ 122,808,038	4.6%
2005	\$ 2,000,909	\$3,703,633	\$ 5,704,542	#REF!	4.4%

Notes:

Excludes General Obligation Bonds of the Enterprise Fund,  
bond issue costs and accreted interest.

**County of Beaver, Pennsylvania**  
**Summary of Direct and Overlapping Debt**  
**Year Ended December 31, 2005**

County of Beaver(1).....	\$ 95,799,486
Various school districts and school district authorities(2).....	\$ 146,543,975
Various municipalities(3).....	<u>57,177,937</u>
Subtotal.....	<u>\$ 203,721,912</u>
 Total direct and overlapping debt.....	 <u>\$ 299,521,398</u>

**RATIO TOTAL DIRECT AND OVERLAPPING DEBT**

To assessed value.....	14.92%
To market value.....	4.62%
Per capita.....	\$ 1,639.53

Notes:

(1) NOTE J

(2) Under the Constitution of the Commonwealth of Pennsylvania, the Commonwealth is charged with the duty of supporting and maintaining an efficient public school system. In addition, the partial reimbursement that the Commonwealth provides for current year expenditures, it also fulfills its mandate by providing fiscal assistance for debt service and lease rental reimbursement. This figure is net of the Commonwealth's 45.05% subsidy.

Source: Individual school districts as of June 30, 2004.

(3) Source: Individual municipalities as of December 31, 2003

**County of Beaver, Pennsylvania**  
**Salaries of Principal Officials**  
**For the Year Ended December 31, 2005**

	<u>Salary</u>
<u>COMMISSIONERS</u>	
Donatella, Dan - Chairman	\$ 55,942
Camp, Charles	53,608
Spanik, Joe	53,608
 <u>CONTROLLER</u>	
Towcimak, Richard W.	55,113
 <u>TREASURER</u>	
Javens, Connie T.	50,113
 <u>CLERK OF COURTS</u>	
Enslen, Judy R.	50,113
 <u>CORONER</u>	
Tatalovich, Wayne	50,113
 <u>DISTRICT ATTORNEY</u>	
Fouse, Dale	81,175
 <u>JURY COMMISSIONERS</u>	
Colella, Dorothy A.	11,654
Rose, Peggy	11,654
 <u>PROTHONOTARY</u>	
Werme, Nancy	50,113
 <u>RECORDER OF DEEDS</u>	
Beall, Janice J.	50,113
 <u>REGISTER OF WILLS/CLERK OF ORPHANS' COURT</u>	
Fiorucci, Carol R.	52,613
 <u>SHERIFF</u>	
DeLuca Jr., Felix A.	50,113

Source: Beaver County Payroll Department

**County of Beaver, Pennsylvania**  
Demographic Statistics

Population of Beaver County

<u>Year</u>	<u>Population</u>	<u>Percentage Increase (Decrease)</u>
1960	206,948	N/A
1970	208,418	0.71%
1980	204,441	-1.91%
1990	186,093	-8.97%
2000	181,412	-2.52%
2001	182,687	0.70%
2004	178,601	-2.23%

Source: U. S. Census: 1960, 1970, 1980, 1990, PA State Data Center, 2001, and 2004

Beaver County Labor Force Data

1996 - 2005 Annual Average

(Data in Thousands)

<u>Year</u>	<u>Civilian Labor Force</u>	<u>Employment</u>	<u>Unemployment</u>	<u>Rate of Unemployment</u>
1996	84.5	80.0	4.2	5.0%
1997	85.5	81.2	4.4	5.1%
1998	85.7	81.2	4.5	5.3%
1999	85.6	81.5	4.1	4.8%
2000	85.0	81.4	3.6	4.3%
2001	86.6	82.2	4.4	5.1%
2002	88.1	82.5	5.6	6.4%
2003	85.0	80.1	4.9	5.8%
2004	90.6	85.8	4.8	5.3%
2005	90.2	86.0	4.3	4.7%

Source: Pennsylvania Department of Labor and Industry,  
Bureau of Research and Statistics

County of Beaver, Pennsylvania  
Top Ten Real Estate Taxpayers  
Year Ended December 31, 2005

<u>Taxpayers</u>	2005 Assessed <u>Valuation</u>	Percentage of Total <u>Assessment (1)</u>
First Energy ( Bruce Mansfield, BV2 )	\$ 132,046,743	6.58%
Pittsburgh National Bank, Trustee for Beaver Valley Mall - excludes Kaufmann's Department Store	27,882,500	1.39%
United States Gypsum	15,313,050	0.76%
Horsehead Industries	13,074,300	0.65%
JDN Realty ( Lowes Plaza)	11,546,500	0.58%
PZ Northern Limited Partnership	10,666,600	0.53%
J & L Specialty Steel	10,152,650	0.51%
NOVA	9,600,000	0.48%
Koppel Steel ( Ambridge & Koppel )	9,488,000	0.47%
THF Monaca, LP	8,653,000	0.44%
	<hr/>	<hr/>
	\$ 248,423,343	12.39%

(1) Total County of Beaver Actual Assessed Valuation: \$ 2,007,336,237

Source: Beaver County Board of Property Assessment

**County of Beaver, Pennsylvania**  
**Property Value, Nonresidential and Residential Construction, and Bank Deposits**  
**Last Ten Years**  
**1996 - 2005**

Fiscal Year	End of Year Actual Assessed Valuation	Nonresidential Construction Contract Awards		Residential Building Permits		Bank Deposits (In Millions)
		Number of Projects	Value in 000's	Number of Units	Value in 000's	
1996	\$ 1,836,309,435	360	\$182,904	333	\$32,314	\$ 686,904
1997	\$ 1,844,607,919	382	\$ 71,789	325	\$41,102	\$ 752,216
1998	\$ 1,866,911,302	441	\$150,019	364	\$45,219	\$ 367,211
1999	\$ 1,884,621,372	438	\$162,767	358	\$45,705	\$ 391,932
2000	\$ 2,029,109,475	451	\$118,362	430	\$54,476	\$ 416,335
2001	\$ 2,028,251,318	372	\$112,777	345	\$45,596	\$ 288,300
2002	\$ 2,046,020,103	365	\$ 87,184	344	\$49,239	\$ 301,996
2003	\$ 2,082,764,421	214	\$ 49,241	355	\$63,008	\$ 302,745
2004	\$ 1,989,040,400	372	\$ 65,361	400	\$73,743	\$ 340,803
2005	\$ 2,007,336,237	376	\$ 86,541	401	\$67,130	\$ 103,883

Sources: F.W. Dodge Division of McGraw Hill - Residential and Nonresidential Statistics  
Federal Reserve Bank of Cleveland - Bank Deposits

**County of Beaver, Pennsylvania**  
Miscellaneous Statistical Data  
December 31, 2005

<u>Date of County Organization:</u>	March 12, 1800
<u>Form of Government:</u>	Board of Commissioners
<u>Area in Square Miles:</u>	435
<u>Elections (figures from November 2005):</u>	
Number of registered voters	112,001
Number of votes cast in last general election	37,998
Percentage of registered voters voting in last general election	33.93%
<u>Recreation (County Owned and Operated)</u>	
Parks - number of acres	2517
- number of facilities	3
Number of tennis courts	16
Number of ball fields	9
Number of swimming pools	1
Number of ice skating rinks	1
Number of soccer fields	1
Number of shooting ranges	4
Number of bike trails	2
Number of Horse riding trails	2
Number of walking and jogging trails	2
Number of lakes (stocked for fishing)	1
<u>Full and Part-Time Employees (as of December 31, 2005)</u>	
Full-time	853
Part-time	<u>149</u>
Total	<u>1,002</u>
<u>Miles of Roads</u>	
Miles paved	20
Lane miles	40
<u>Number of Bridges</u>	
Between 8 feet and 20 feet	18
20 feet and over	<u>39</u>
Total	<u>57</u>

Source: Various County Departments

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